

**W & J SMITH (METAL STOCKISTS) LIMITED**  
**Filleted Unaudited Financial Statements**  
**31 May 2018**



# W & J SMITH (METAL STOCKISTS) LIMITED

## Statement of Financial Position

31 May 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	5	125,790	83,275
<b>Current assets</b>			
Stocks		36,250	31,250
Debtors	6	152,221	184,857
Cash at bank and in hand		94,488	150,187
		<u>282,959</u>	<u>366,294</u>
<b>Creditors: amounts falling due within one year</b>	7	199,842	218,015
<b>Net current assets</b>		<u>83,117</u>	<u>148,279</u>
<b>Total assets less current liabilities</b>		<u>208,907</u>	<u>231,554</u>
<b>Provisions</b>			
Taxation including deferred tax		7,749	7,749
<b>Net assets</b>		<u>201,158</u>	<u>223,805</u>
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		<u>200,158</u>	<u>222,805</u>
<b>Shareholders funds</b>		<u>201,158</u>	<u>223,805</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

For the year ending 31 May 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position  
continues on the following page.

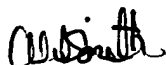
The notes on pages 3 to 6 form part of these financial statements.

# W & J SMITH (METAL STOCKISTS) LIMITED

## Statement of Financial Position *(continued)*

31 May 2018

These financial statements were approved by the board of directors and authorised for issue on 17 December 2018, and are signed on behalf of the board by:



A W Smith  
Director

J C Smith  
Director



Company registration number: 00789605

The notes on pages 3 to 6 form part of these financial statements.

# **W & J SMITH (METAL STOCKISTS) LIMITED**

## **Notes to the Financial Statements**

**Year ended 31 May 2018**

### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Ashmore Lake Way, Willenhall, West Midlands, WV13 1HJ.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

#### **Income tax**

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is account for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

# W & J SMITH (METAL STOCKISTS) LIMITED

## Notes to the Financial Statements *(continued)*

Year ended 31 May 2018

### 3. Accounting policies *(continued)*

#### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Long Leasehold Property	-	10% straight line
Plant and Equipment	-	15% reducing balance
Fixtures, fittings and Equipment	-	15% reducing balance
Motor Vehicles	-	25% reducing balance

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

#### Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

# **W & J SMITH (METAL STOCKISTS) LIMITED**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 May 2018**

### **3. Accounting policies** *(continued)*

#### **Provisions** *(continued)*

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

#### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

### **4. Employee numbers**

The average number of persons employed by the company during the year amounted to 13 (2017: 11).

# W & J SMITH (METAL STOCKISTS) LIMITED

## Notes to the Financial Statements *(continued)*

**Year ended 31 May 2018**

### 5. Tangible assets

	Freehold property £	Long leasehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost</b>						
At 1 Jun 2017	17,395	16,579	141,515	10,013	44,264	<b>229,766</b>
Additions	–	53,025	–	5,464	–	<b>58,489</b>
<b>At 31 May 2018</b>	<u>17,395</u>	<u>69,604</u>	<u>141,515</u>	<u>15,477</u>	<u>44,264</u>	<b><u>288,255</u></b>
<b>Depreciation</b>						
At 1 Jun 2017	–	16,579	89,182	7,754	32,976	<b>146,491</b>
Charge for the year	–	5,302	7,850	–	2,822	<b>15,974</b>
<b>At 31 May 2018</b>	<u>–</u>	<u>21,881</u>	<u>97,032</u>	<u>7,754</u>	<u>35,798</u>	<b><u>162,465</u></b>
<b>Carrying amount</b>						
<b>At 31 May 2018</b>	<u>17,395</u>	<u>47,723</u>	<u>44,483</u>	<u>7,723</u>	<u>8,466</u>	<b><u>125,790</u></b>
At 31 May 2017	<u>17,395</u>	<u>–</u>	<u>52,333</u>	<u>2,259</u>	<u>11,288</u>	<b><u>83,275</u></b>

### 6. Debtors

	2018 £	2017 £
Trade debtors	<b>127,376</b>	169,852
Other debtors	<b>24,845</b>	15,005
	<b><u>152,221</u></b>	<b><u>184,857</u></b>

### 7. Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	<b>136,421</b>	161,782
Corporation tax	<b>4,406</b>	8,370
Social security and other taxes	<b>16,272</b>	21,596
Other creditors	<b>42,743</b>	26,267
	<b><u>199,842</u></b>	<b><u>218,015</u></b>

### 8. Directors' advances, credits and guarantees

There were no director's advances, credits or guarantees during the year.