

REGISTERED NUMBER: 00886857 (England and Wales)

HI-LITE SIGNS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2018

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FOR THE YEAR ENDED 31 JULY 2018**

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HI-LITE SIGNS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2018**

DIRECTOR:	Mrs C S Ess
SECRETARY:	Mrs A S Bradshaw
REGISTERED OFFICE:	28 Bolingbroke Road Fairfield Industrial Estate Louth Lincolnshire LN11 0WA
REGISTERED NUMBER:	00886857 (England and Wales)
ACCOUNTANTS:	Duncan & Toplis Limited 15 Chequergate Louth Lincolnshire LN11 0LJ
BANKERS:	Natwest Bank plc 7 Market Place Louth Lincolnshire LN11 9NX

BALANCE SHEET
31 JULY 2018

	Notes	£	2018 £	£	2017 £
FIXED ASSETS					
Tangible assets	4		440,502		458,154
Investment property	5		-		100,000
			<u>440,502</u>		<u>558,154</u>
CURRENT ASSETS					
Stocks		63,589		60,208	
Debtors	6	61,701		75,673	
Investments	7	102,550		-	
Cash at bank and in hand		<u>2,717</u>		<u>39,734</u>	
		230,557		175,615	
CREDITORS					
Amounts falling due within one year	8	<u>93,698</u>		<u>94,418</u>	
NET CURRENT ASSETS			<u>136,859</u>		<u>81,197</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>577,361</u>		<u>639,351</u>
CREDITORS					
Amounts falling due after more than one year	9		(67,837)		(82,504)
PROVISIONS FOR LIABILITIES			-		(4,883)
ACCRUALS AND DEFERRED INCOME			<u>(4,403)</u>		<u>(8,010)</u>
NET ASSETS			<u>505,121</u>		<u>543,954</u>
CAPITAL AND RESERVES					
Called up share capital	10		11,590		11,590
Investment property revaluation reserve	11		20,000		20,000
Retained earnings	11		<u>473,531</u>		<u>512,364</u>
SHAREHOLDERS' FUNDS			<u>505,121</u>		<u>543,954</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 JULY 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 29 March 2019 and were signed by:

Mrs C S Ess - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2018**

1. STATUTORY INFORMATION

Hi-Lite Signs 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 the provisions of Section 1A "Small Entities" of 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 is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	25% on cost
Office equipment	- 20% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

Tangible fixed assets include investment properties valued by the director on an existing use open market value basis. Other tangible fixed assets other than freehold land are stated at cost or valuation less depreciation.

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the director compliance with the standard is necessary for these financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

The revaluation reserve and the investment property revaluation reserve are not amortised in accordance with the depreciation policies in respect of the properties to which they relate.

Stocks

Stocks and work in progress are stated at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and consists of materials and direct labour costs, together with an appropriate proportion of production overheads.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2018

2. ACCOUNTING POLICIES - continued

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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 the profit and loss account in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2017 - 14) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Office equipment £
COST			
At 1 August 2017	489,263	214,634	8,808
Additions	4,964	-	-
At 31 July 2018	<u>494,227</u>	<u>214,634</u>	<u>8,808</u>
DEPRECIATION			
At 1 August 2017	71,236	204,633	8,807
Charge for year	10,491	3,869	-
At 31 July 2018	<u>81,727</u>	<u>208,502</u>	<u>8,807</u>
NET BOOK VALUE			
At 31 July 2018	<u>412,500</u>	<u>6,132</u>	<u>1</u>
At 31 July 2017	<u>418,027</u>	<u>10,001</u>	<u>1</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2018

4. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 August 2017	36,220	48,742	797,667
Additions	-	-	4,964
At 31 July 2018	<u>36,220</u>	<u>48,742</u>	<u>802,631</u>
DEPRECIATION			
At 1 August 2017	9,526	45,311	339,513
Charge for year	<u>5,720</u>	<u>2,536</u>	<u>22,616</u>
At 31 July 2018	<u>15,246</u>	<u>47,847</u>	<u>362,129</u>
NET BOOK VALUE			
At 31 July 2018	<u>20,974</u>	<u>895</u>	<u>440,502</u>
At 31 July 2017	<u>26,694</u>	<u>3,431</u>	<u>458,154</u>

Included in cost of land and buildings is freehold land of £ 85,000 (2017 - £ 85,000) which is not depreciated.

5. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 August 2017	100,000
Reclassification/transfer	<u>(100,000)</u>
At 31 July 2018	<u>-</u>
NET BOOK VALUE	
At 31 July 2018	<u>-</u>
At 31 July 2017	<u>100,000</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	42,751	55,021
Tax	-	2,757
Prepayments	<u>18,950</u>	<u>17,895</u>
	<u>61,701</u>	<u>75,673</u>

7. CURRENT ASSET INVESTMENTS

	2018 £	2017 £
Investment property	<u>102,550</u>	<u>-</u>

A factory unit at Little Thames Street, Nottingham, valued at £100,000 (2017: £100,000).

This was property is in the process of being sold after the accounting period.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2018

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Bank loans and overdrafts	4,809	-
Other loans	21,996	21,996
Trade creditors	42,242	49,809
Social security and other taxes	3,045	2,892
VAT	7,858	10,596
Other creditors	2,272	273
Accruals	<u>11,476</u>	<u>8,852</u>
	<u>93,698</u>	<u>94,418</u>

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

	2018	2017
	£	£
Other loans - 2-5 years	<u>67,837</u>	<u>82,504</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal	2018	2017
Number:	Class:	value:	£	£
11,540	Ordinary	£1	11,540	11,540
50	Deferred	£1	<u>50</u>	<u>50</u>
			<u>11,590</u>	<u>11,590</u>

11. RESERVES

	Retained earnings	Investment property revaluation reserve	Totals
	£	£	£
At 1 August 2017	512,364	20,000	532,364
Deficit for the year	<u>(38,833)</u>		<u>(38,833)</u>
At 31 July 2018	<u>473,531</u>	<u>20,000</u>	<u>493,531</u>

12. RELATED PARTY DISCLOSURES

Director's remuneration paid in the year including benefits was £24,904 (2017: £23,104).

The company received an unsecured loan of £100,000 from David Bradshaw in 2017 who is the father of the director Caroline Ess. This loan is repayable over 5 years and interest is charged at market rate of 3.5%.

13. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party by virtue of the fact that all shareholders have equal shareholdings.

**CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR
ON THE UNAUDITED FINANCIAL STATEMENTS OF
HI-LITE SIGNS LIMITED**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Hi-Lite Signs Limited for the year ended 31 July 2018 which comprise the Income Statement, Balance Sheet and the related notes 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the director of Hi-Lite Signs Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Hi-Lite Signs Limited and state those matters that we have agreed to state to the director of Hi-Lite Signs Limited in this report in accordance with ICACW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Hi-Lite Signs Limited and its director for our work or for this report.

It is your duty to ensure that Hi-Lite Signs 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 loss of Hi-Lite Signs Limited. You consider that Hi-Lite Signs 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 financial statements of Hi-Lite Signs 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.

Duncan & Toplis Limited
15 Chequergate
Louth
Lincolnshire
LN11 0LJ

29 March 2019

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.