

# Kentec Tool Hire Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 December 2018

# Kentec Tool Hire Limited

## Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>10</u>

# **Kentec Tool Hire Limited**

## **Company Information**

**Directors** Mrs Kandy Booker  
Mr Lee Graham Batson  
Mr Steven John Booker

**Company secretary** Mrs Kandy Booker

**Registered office** Unit 2  
Riverdale Estate  
Vale Road  
Tonbridge  
Kent  
TN9 1SS

**Accountants** Anderson Phillips Accountants Ltd  
Chartered Certified Accountants  
2 Exeter House Sir Thomas Longley Road  
Medway City Estate  
Rochester  
Kent  
ME2 4FE

**Kentec Tool Hire Limited**  
**(Registration number: 01381285)**  
**Balance Sheet as at 31 December 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	78,256	105,071
<b>Current assets</b>			
Stocks	<u>5</u>	37,215	31,434
Debtors	<u>6</u>	108,255	116,049
Cash at bank and in hand		<u>21,121</u>	<u>36,924</u>
		166,591	184,407
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(129,839)</u>	<u>(107,578)</u>
<b>Net current assets</b>		<u>36,752</u>	<u>76,829</u>
<b>Total assets less current liabilities</b>		115,008	181,900
<b>Creditors: Amounts falling due after more than one year</b>	<u>1</u>	<u>(6,220)</u>	<u>(18,679)</u>
<b>Net assets</b>		<u>108,788</u>	<u>163,221</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	1,050	1,050
Revaluation reserve		17,943	17,943
Profit and loss account		<u>89,795</u>	<u>144,228</u>
<b>Total equity</b>		<u>108,788</u>	<u>163,221</u>

For the financial year ending 31 December 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 year 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.

The notes on pages 4 to 10 form an integral part of these financial statements.

**Kentec Tool Hire Limited**  
**(Registration number: 01381285)**  
**Balance Sheet as at 31 December 2018**

Approved and authorised by the Board on 24 May 2019 and signed on its behalf by:

.....

Mr Steven John Booker  
Director

The notes on pages 4 to 10 form an integral part of these financial statements.  
Page 3

# **Kentec Tool Hire Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2018**

### **1 General information**

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

These financial statements were authorised for issue by the Board on 24 May 2019.

### **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.

#### **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.

#### **Tax**

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

#### **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.

## Kentec Tool Hire Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018

#### 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
Leasehold improvements	Straight line over 15 years
Plant and machinery	Straight line over 6 years
Furniture and fittings	Straight line over 4 years
Motor vehicles	Straight line over 6 years
Office equipment	Straight line over 2 years

#### 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.

#### 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.

## **Kentec Tool Hire Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2018**

#### **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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

#### **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.

#### **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 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 10 (2017 - 11).



# Kentec Tool Hire Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

### 4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
<b>Cost or valuation</b>				
At 1 January 2018	15,766	50,728	52,417	471,797
Additions	-	-	-	17,478
Disposals	-	-	-	(16,587)
At 31 December 2018	15,766	50,728	52,417	472,688
<b>Depreciation</b>				
At 1 January 2018	15,766	49,961	17,194	402,717
Charge for the year	-	768	8,736	31,357
Eliminated on disposal	-	-	-	(13,156)
At 31 December 2018	15,766	50,729	25,930	420,918
<b>Carrying amount</b>				
At 31 December 2018	-	(1)	26,487	51,770
At 31 December 2017	-	768	35,223	69,080
				<b>Total £</b>
<b>Cost or valuation</b>				
At 1 January 2018				590,708
Additions				17,478
Disposals				(16,587)
At 31 December 2018				591,599
<b>Depreciation</b>				
At 1 January 2018				485,638
Charge for the year				40,861
Eliminated on disposal				(13,156)
At 31 December 2018				513,343
<b>Carrying amount</b>				
At 31 December 2018				78,256
At 31 December 2017				105,071

# Kentec Tool Hire Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

Included within the net book value of land and buildings above is £Nil (2017 - £Nil) in respect of short leasehold land and buildings.

### 5 Stocks

	2018 £	2017 £
Other inventories	37,215	31,434

### 6 Debtors

	2018 £	2017 £
Trade debtors	85,671	100,005
Prepayments	3,992	9,944
Other debtors	18,592	6,100
	108,255	116,049

# Kentec Tool Hire Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

### 7 Creditors

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

	Note	2018 £	2017 £
<b>Due within one year</b>			
Bank loans and overdrafts	9	12,459	14,841
Trade creditors		48,367	55,929
Amounts owed to group undertakings and undertakings in which the company has a participating interest		35,000	-
Taxation and social security		3,729	12,312
Accruals and deferred income		2,240	3,043
Other creditors		28,044	21,453
		<u>129,839</u>	<u>107,578</u>

#### Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
<b>Due after one year</b>			
Loans and borrowings	9	<u>6,220</u>	<u>18,679</u>

### 8 Share capital

#### Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary A of £1 each	588	588	588	588
Ordinary B of £1 each	178	178	178	178
Ordinary C of £1 each	284	284	284	284
	<u>1,050</u>	<u>1,050</u>	<u>1,050</u>	<u>1,050</u>

### 9 Loans and borrowings

	2018 £	2017 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	<u>6,220</u>	<u>18,679</u>

# Kentec Tool Hire Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

	2018 £	2017 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	12,459	14,841

### 10 Dividends

#### Interim dividends paid

	2018 £	2017 £
Interim dividend of £194.37 (2017 - £89.79) per each Ordinary C	55,200	25,500

Page 10

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.