

REGISTERED NUMBER: 01562213 (England and Wales)

Financial Statements for the Year Ended 31 December 2015

for

NHC Technology Limited



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for the Year Ended 31 December 2015

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NHC Technology Limited
Company Information
for the Year Ended 31 December 2015

DIRECTORS:

I J Milsom
P J Ellin
Mrs L Parry

SECRETARY:

Miss J Davies

REGISTERED OFFICE:

Unit 1 Colomendy Industrial Estate
Rhyl Road
Denbigh
Denbighshire
Clwyd
LL16 5TS

REGISTERED NUMBER:

01562213 (England and Wales)

AUDITORS:

Johnston Wood Roach Limited
Statutory Auditor
24 Picton House
Hussar Court
Waterlooville
Hampshire
PO7 7SQ

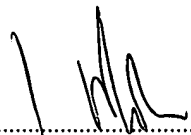
Balance Sheet
31 December 2015

	Notes	31.12.15 £	£	31.12.14 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		1,219,795		1,232,933
			<u>1,219,795</u>		<u>1,232,933</u>
CURRENT ASSETS					
Stocks		874,079		742,163	
Debtors: amounts falling due within one year	6	141,755		119,183	
Cash in hand		3,695		3,745	
		<u>1,019,529</u>		<u>865,091</u>	
CREDITORS					
Amounts falling due within one year	7	542,908		679,756	
		<u></u>		<u></u>	
NET CURRENT ASSETS			<u>476,621</u>		<u>185,335</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,696,416		1,418,268
PROVISIONS FOR LIABILITIES	8		136,888		137,922
			<u></u>		<u></u>
NET ASSETS			<u><u>1,559,528</u></u>		<u><u>1,280,346</u></u>
CAPITAL AND RESERVES					
Called up share capital			50		50
Share premium			215,675		215,675
Revaluation reserve	9		480,756		480,756
Other reserves			1,000		1,000
Retained earnings			862,047		582,865
			<u></u>		<u></u>
SHAREHOLDERS' FUNDS			<u><u>1,559,528</u></u>		<u><u>1,280,346</u></u>

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 Board of Directors on 21st September 2016 and were signed on its behalf by:


.....
I J Milsom - Director

Notes to the Financial Statements
for the Year Ended 31 December 2015

1. STATUTORY INFORMATION

NHC Technology 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.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows - Presentation of a Statement of Cash Flow and related notes and disclosures;

- the requirements of Section 11 'Basic Financial Instruments' & Section 12 'Other Financial Instrument Issues' - Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in the profit or loss and in other comprehensive income.

- Section 33 'Related Party Disclosures' - Compensation for key management personnel.

First time adoption of FRS 102

These financial statements are the first financial statements of FRS 102 Reporting Entity Limited prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102). The financial statements of FRS 102 Reporting Entity Limited for the year ended 31 December 2014 were prepared in accordance with previous UK GAAP.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the directors have amended certain accounting policies to comply with FRS 102. The directors have also taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

Comparative figures have been restated to reflect the adjustments made, except to the extent that the directors have taken advantage of exemptions to retrospective application of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'. Adjustments are recognised directly in equity within the cumulative profit and loss account at the transition date.

Monetary amounts in these financial statements are rounded to the nearest whole £1, except where otherwise indicated.

Turnover

Turnover represents the value of goods sold and services supplied to customers during the year net of discounts and value added tax. Turnover is recognised upon delivery of goods. Turnover on services is recognised on completion of the service at the customers' premises.

Patents and trademarks

Where appropriate expenditure on trademarks is written off in the year in which it is incurred.

The cost of patents are amortised over their expected useful economic lives on a straight line basis. Any permanent impairment in carrying value is written off through the profit and loss account.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

2. **ACCOUNTING POLICIES - continued**

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	- at varying rates on cost
Fixtures and fittings	- at varying rates on cost
Motor vehicles	- 25% on cost

Stocks

Stocks are stated at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is determined on a first in first out basis.

The cost of finished goods and goods for resale comprises of materials, direct labour and attributable production overheads. Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the groups taxable profit and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is reassessed at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is re-assessed on a non-discount basis.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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 profit or loss in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

2. **ACCOUNTING POLICIES - continued**

Going concern

The company's business activities, together with the factors likely to affect its future development and position, are set out in the Business Review section of the directors report in the consolidated financial statements.

The company is expected to continue to generate positive cash flows on its own accounts for the foreseeable future. The company participates in the group's centralised treasury arrangements and so shares banking arrangements with its parent and fellow subsidiaries.

The directors, having assessed the responses of the directors of the company's parent NHC Holdings Limited to their enquiries have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the NHC Holdings Limited group to continue as a going concern or its ability to continue with the current banking arrangements.

On the basis of their assessment of the company's financial position and of the enquiries made of the directors of NHC Holdings Limited, the company directors have a reasonable expectation that the company will be able to continue in the operational existence for the foreseeable future. Thus the going concern basis of accounting in preparing the annual financial statements has been used.

Warranty provision

Provision is made for liabilities arising in respect of expected warranty claims.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 64.

4. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
At 1 January 2015	
and 31 December 2015	200,000
AMORTISATION	
At 1 January 2015	
and 31 December 2015	200,000
NET BOOK VALUE	
At 31 December 2015	-
At 31 December 2014	-

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

5. **TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2015	1,100,000	727,181	255,658	258,296	2,341,135
Additions	-	34,306	6,900	2,800	44,006
Disposals	-	-	-	(37,997)	(37,997)
At 31 December 2015	1,100,000	761,487	262,558	223,099	2,347,144
DEPRECIATION					
At 1 January 2015	-	651,229	238,464	218,509	1,108,202
Charge for year	-	20,629	8,642	27,873	57,144
Eliminated on disposal	-	-	-	(37,997)	(37,997)
At 31 December 2015	-	671,858	247,106	208,385	1,127,349
NET BOOK VALUE					
At 31 December 2015	1,100,000	89,629	15,452	14,714	1,219,795
At 31 December 2014	1,100,000	75,952	17,194	39,787	1,232,933

The freehold properties were revalued in March 2015 by Knight Frank LLP, a firm of independent chartered surveyors, at their open market value of £1,100,000. If the freehold properties had not been revalued, they would have been included in the balance sheet at cost of £499,055 (2014: £499,055) and cumulative depreciation of £nil (2014: £302,866)

The net book value of assets held on finance leases and hire purchase contracts is £nil (2014: £18,010). The depreciation charge for the year for fixed assets held on finance leases and hire purchase contracts is £18,010 (2014: £19,647).

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.15 £	31.12.14 £
Trade debtors	32,288	43,153
Amounts owed by group undertakings	-	43,950
Other debtors	109,467	32,080
	<u>141,755</u>	<u>119,183</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.15 £	31.12.14 £
Bank loans and overdrafts	870	316
Hire purchase contracts	-	20,321
Trade creditors	293,313	433,643
Amounts owed to group undertakings	35,222	-
Taxation and social security	83,911	121,939
Other creditors	129,592	103,537
	<u>542,908</u>	<u>679,756</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued**

A provision has been recognised for expected claims against product guarantees. It is expected that this expenditure will be incurred over the period of the guarantee. The provision, the amount of which has not been disclosed as it is considered to be commercially sensitive, has not been discounted since the effect of discounting is not material.

8. **PROVISIONS FOR LIABILITIES**

	31.12.15 £	31.12.14 £
Deferred tax		
Accelerated capital allowances	16,699	17,733
Other timing differences	120,189	120,189
	<u>136,888</u>	<u>137,922</u>
		Deferred tax £
Balance at 1 January 2015		137,922
Credit to Income Statement during year		<u>(1,034)</u>
Balance at 31 December 2015		<u>136,888</u>

Deferred taxation relates to the taxation due on the timing difference between capital allowances and depreciation.

9. **RESERVES**

Share Premium

This reserve records the amount above the nominal value of shares sold, less transaction costs.

Revaluation reserve

The revaluation reserve relates to a surplus on revaluation of freehold properties.

Share Capital Redemption

This reserve records the nominal value of shares repurchased by the company.

10. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

K S Wood (Senior Statutory Auditor)
for and on behalf of Johnston Wood Roach Limited

11. **CONTINGENT LIABILITIES**

The company has given composite cross guarantees relating to the bank borrowing of certain subsidiary companies. These borrowings amounted to £nil at the year end.

12. **CAPITAL COMMITMENTS**

At the balance sheet date the company had commenced work on the development and extension of the factory on the site at Unit 1 Colomendy Industrial Estate. It is estimated that the total cost for the redevelopment will be £729,000.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

13. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

NHC Holdings Limited, whose registered office is the same as NHC Technology Limited, is the ultimate parent company and draws up consolidated group financial statements of which NHC Technology Limited is a member.

14. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is the board of directors.