

REGISTERED NUMBER: 01997888 (England and Wales)

ROC

**REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016
FOR
ARMOURCOAT LIMITED
TRADING AS ARMOURCOAT SURFACE FINISHES**

MONDAY



A641V8KC

A10

10/04/2017

#148

COMPANIES HOUSE

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8

ARMOURCOAT LIMITED
TRADING AS ARMOURCOAT SURFACE FINISHES

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2016

DIRECTORS:

J M M MacKellar
D M M MacKellar
G Whitehead
D Nevitt
V O'Brien
S Tweedy

REGISTERED OFFICE:

Unit 2 Morewood Close
London Road
Sevenoaks
Kent
TN13 2HU

REGISTERED NUMBER:

01997888 (England and Wales)

AUDITORS:

The Carley Partnership
Registered Auditor
St James's House
8 Overcliffe
Gravesend
Kent
DA11 0HJ

BANKERS:

National Westminster Bank Plc
Deal Branch
31 High Street
Deal
Kent
CT14 6EW

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2016

The directors present their report with the financial statements of the company for the year ended 30 September 2016.

REVIEW OF BUSINESS

The company remains profitable. The future holds significant excitement, due to the 2016 release of PPX (Polished Plaster Exterior). There have been significant levels of tendering and orders have been secured. Development continues on an acoustic plaster system, the market for which is enormous. Our focus will remain on the development of products that will enhance our product portfolio.

DIVIDENDS

The total distribution of dividends for the year ended 30 September 2016 will be £238,899.

RESEARCH AND DEVELOPMENT

The company is undertaking a continuous review of its product base.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2015 to the date of this report.

J M M MacKellar
D M M MacKellar
G Whitehead
D Nevitt
V O'Brien
S Tweedy

TAXATION STATUS

The company was a close company within the provisions of the Corporation Taxes Act 2010 and this position has not changed since the end of the financial year.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.


ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2016

AUDITORS

The auditors, The Carley Partnership, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....
G Whitehead - Director


Date: 30/1/17

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ARMOURCOAT LIMITED

We have audited the financial statements of Armourcoat Limited for the year ended 30 September 2016 on pages six to thirteen. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ARMOURCOAT LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

The Carley Partnership

Claire M Ralph FCCA (Senior Statutory Auditor)
for and on behalf of The Carley Partnership
Registered Auditor
St James's House
8 Overcliffe
Gravesend
Kent
DA11 0HJ

Date:

31 April 2017

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2016

	Notes	2016 £	2015 £
TURNOVER		5,407,311	5,682,327
Cost of sales		<u>2,627,125</u>	<u>2,665,369</u>
GROSS PROFIT		2,780,186	3,016,958
Distribution costs		127,576	157,762
Administrative expenses		<u>2,443,727</u>	<u>2,424,227</u>
		2,571,303	2,581,989
OPERATING PROFIT	2	208,883	434,969
Interest receivable and similar income	3	<u>586</u>	<u>968</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		209,469	435,937
Tax on profit on ordinary activities	4	<u>24,688</u>	<u>63,796</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>184,781</u></u>	<u><u>372,141</u></u>

The notes form part of these financial statements

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

BALANCE SHEET
30 SEPTEMBER 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	6	-	-
Tangible assets	7	161,080	179,674
Investments	8	612	612
		<u>161,692</u>	<u>180,286</u>
CURRENT ASSETS			
Stocks		412,787	428,123
Debtors	9	1,833,320	1,934,190
Cash at bank and in hand		373,681	416,939
		<u>2,619,788</u>	<u>2,779,252</u>
CREDITORS			
Amounts falling due within one year	10	649,073	771,344
NET CURRENT ASSETS		<u>1,970,715</u>	<u>2,007,908</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,132,407</u>	<u>2,188,194</u>
PROVISIONS FOR LIABILITIES	12	6,562	8,231
NET ASSETS		<u><u>2,125,845</u></u>	<u><u>2,179,963</u></u>
CAPITAL AND RESERVES			
Called up share capital	13	720	720
Profit and loss account	14	2,125,125	2,179,243
SHAREHOLDERS' FUNDS		<u><u>2,125,845</u></u>	<u><u>2,179,963</u></u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Directors on 30/11/17 and were signed on its behalf by:


D M M MacKellar - Director


G Whitehead - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2016

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Preparation of consolidated financial statements

The financial statements contain information about Armourcoat Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax, except in respect of service contracts where turnover is recognised when the company obtains the right to consideration.

Know-how

Know-how is valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over its estimated useful life of 20 years.

Tangible fixed assets

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

Plant and machinery etc	- 20% on reducing balance, 20% on cost, 15% on reducing balance and 10% on reducing balance
-------------------------	---

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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

Investments

Fixed asset investments are stated at cost less provision for diminution in value.

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2016

2. OPERATING PROFIT

The operating profit is stated after charging:

	2016	2015
	£	£
Depreciation - owned assets	30,694	35,159
Loss on disposal of fixed assets	2,949	3,447
Patents and licences amortisation	-	3,375
Auditors' remuneration	15,355	17,240
Pension costs	39,806	36,113
	<u>329,742</u>	<u>364,516</u>
Directors' remuneration and other benefits etc	<u>329,742</u>	<u>364,516</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
------------------------	----------	----------

3. INTEREST RECEIVABLE AND SIMILAR INCOME

	2016	2015
	£	£
Deposit account interest	<u>586</u>	<u>968</u>

4. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2016	2015
	£	£
Current tax:		
UK corporation tax	26,356	62,234
Deferred tax	(1,668)	1,562
Tax on profit on ordinary activities	<u>24,688</u>	<u>63,796</u>

5. DIVIDENDS

	2016	2015
	£	£
Ordinary A shares of £1 each		
Interim	70,633	40,667
Ordinary B shares of £1 each		
Interim	17,064	18,943
Ordinary C shares of £1 each		
Interim	12,189	40,995
Ordinary D shares of £1 each		
Interim	126,824	-
Ordinary E shares of £1 each		
Interim	12,189	151,798
	<u>238,899</u>	<u>252,403</u>

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2016

6. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 October 2015 and 30 September 2016	<u>135,000</u>
AMORTISATION	
At 1 October 2015 and 30 September 2016	<u>135,000</u>
NET BOOK VALUE	
At 30 September 2016	<u>-</u>
At 30 September 2015	<u>-</u>

7. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 October 2015	773,987
Additions	15,287
Disposals	(19,899)
At 30 September 2016	<u>769,375</u>
DEPRECIATION	
At 1 October 2015	594,313
Charge for year	30,694
Eliminated on disposal	(16,712)
At 30 September 2016	<u>608,295</u>
NET BOOK VALUE	
At 30 September 2016	<u>161,080</u>
At 30 September 2015	<u>179,674</u>

8. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 October 2015 and 30 September 2016	<u>612</u>
NET BOOK VALUE	
At 30 September 2016	<u>612</u>
At 30 September 2015	<u>612</u>

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2016

8. FIXED ASSET INVESTMENTS - continued

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Prodorsquash International Limited

Country of incorporation: England and Wales

Nature of business: Dormant

	% holding	2016	2015
Class of shares:	100.00	£	£
Ordinary £1		2,907	2,907
Aggregate capital and reserves		<u>2,907</u>	<u>2,907</u>

Prodorite Formula 90 Limited

Country of incorporation: England and Wales

Nature of business: Dormant

	% holding	2016	2015
Class of shares:	100.00	£	£
Ordinary £1		2	2
Aggregate capital and reserves		<u>2</u>	<u>2</u>

Armourcoat Surface Finishes Inc

Country of incorporation: United States of America

Nature of business: Manufacturing and applying hard plaster

	% holding	2016	2015
Class of shares:	100.00	£	£
Common stock no par value		(37,632)	(45,112)
Aggregate capital and reserves		<u>7,480</u>	<u>12,399</u>
Profit for the year			

The amounts disclosed in relation to 2015 have been corrected to reflect final adjustments within the accounts of the subsidiary for the year ended 30th September 2015.

9. DEBTORS

	2016	2015
	£	£
Amounts falling due within one year:		
Trade debtors	1,281,302	1,195,178
Amounts owed by group undertakings	126	126
Amounts recoverable on contract	299,885	414,678
Other debtors	167,333	251,586
	<u>1,748,646</u>	<u>1,861,568</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>84,674</u>	<u>72,622</u>
Aggregate amounts	<u>1,833,320</u>	<u>1,934,190</u>

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2016

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Bank loans and overdrafts	-	23,574
Payments on account	-	76,762
Trade creditors	381,341	301,991
Amounts owed to group undertakings	2,907	2,907
Taxation and social security	130,524	150,314
Other creditors	134,301	215,796
	<u>649,073</u>	<u>771,344</u>

11. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	2016	2015
	£	£
Expiring:		
Within one year	12,382	-
Between one and five years	-	12,382
In more than five years	154,729	123,729
	<u>167,111</u>	<u>136,111</u>

12. PROVISIONS FOR LIABILITIES

	2016	2015
	£	£
Deferred tax		
Accelerated capital allowances	<u>6,562</u>	<u>8,231</u>
		Deferred tax
		£
Balance at 1 October 2015		8,231
Credit to Profit and Loss Account during year		<u>(1,669)</u>
Balance at 30 September 2016		<u>6,562</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2016	2015
Number:	Class:	Nominal value:	£	£
400	Ordinary A	£1	400	400
49	Ordinary B	£1	49	49
35	Ordinary C	£1	35	35
201	Ordinary D	£1	201	201
35	Ordinary E	£1	35	35
			<u>720</u>	<u>720</u>

ARMOURCOAT LIMITED (REGISTERED NUMBER: 01997888)
TRADING AS ARMOURCOAT SURFACE FINISHES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2016

14. RESERVES

	Profit and loss account £
At 1 October 2015	2,179,243
Profit for the year	184,781
Dividends	(238,899)
At 30 September 2016	<u>2,125,125</u>

15. PENSION COMMITMENTS

At 30th September 2016 the company owed £6,623 (2015: £6,377) in respect of pension contributions payable to schemes of the employees.

16. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 September 2016 and 30 September 2015:

	2016 £	2015 £
G Whitehead		
Balance outstanding at start of year	1,705	3,835
Amounts repaid	(1,705)	(1,988)
Balance outstanding at end of year	<u>-</u>	<u>1,705</u>

Interest has been charged on the loan at a rate of 3.5% above National Westminster Bank base rate.

17. RELATED PARTY DISCLOSURES

During the year, total dividends of £123,564 (2015 - £113,624) were paid to the directors.

D M M MacKellar and J M M MacKellar are both directors and shareholders of the company. G Whitehead, D Nevitt, V O'Brien and S Tweedy are directors of the company.

The company owed D M M MacKellar £3,420 (2015: £29,342) at the year end. Amounts owed by other directors to the company are disclosed in Note 16 to the financial statements.

The amounts owed to/(owed by) the company in respect of subsidiary company balances were as follows:

	2016 £	2015 £
Prodorsquash International Limited	(2,907)	(2,907)
Prodorite Formula 90 Limited	126	126
Armourcoat Surface Finishes Inc		
Short term funding	-	-
Long term funding	84,674	72,622
Trade debtors	296,772	302,313

The loan to Armourcoat Surface Finishes Inc is interest free.

18. ULTIMATE CONTROLLING PARTY

There is no single controlling party.