

REGISTERED NUMBER: 02406740 (England and Wales)

AAC WATERPROOFING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2018

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2018**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

AAC WATERPROOFING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2018

DIRECTORS:

I W Parry Esq
Mrs L Jenkins-Hibbert
S Bunting Esq

REGISTERED OFFICE:

AAC Buildings
Gaerwen Industrial Estate
Gaerwen
Anglesey
LL60 6HR

REGISTERED NUMBER:

02406740 (England and Wales)

ACCOUNTANTS:

Hawley and Company
Chartered Accountants & Chartered Tax Advisers
First Floor Suite
23 Trinity Square
LLANDUDNO
North Wales
LL30 2RH

STATEMENT OF FINANCIAL POSITION
31 JULY 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		232,122		243,012
CURRENT ASSETS					
Stocks	5	41,922		51,285	
Debtors	6	475,464		621,702	
Cash at bank and in hand		<u>3,746</u>		<u>22,642</u>	
		521,132		695,629	
CREDITORS					
Amounts falling due within one year	7	<u>469,497</u>		<u>590,969</u>	
NET CURRENT ASSETS			<u>51,635</u>		<u>104,660</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			283,757		347,672
CREDITORS					
Amounts falling due after more than one year	8		(194,311)		(199,719)
PROVISIONS FOR LIABILITIES	11		(5,500)		(5,100)
ACCRUALS AND DEFERRED INCOME	12		<u>(10,400)</u>		<u>(12,479)</u>
NET ASSETS			<u>73,546</u>		<u>130,374</u>
CAPITAL AND RESERVES					
Called up share capital	13		1,000		1,000
Retained earnings			<u>72,546</u>		<u>129,374</u>
SHAREHOLDERS' FUNDS			<u>73,546</u>		<u>130,374</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 directors acknowledge their 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)

STATEMENT OF FINANCIAL POSITION - 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 Board of Directors on 15 March 2019 and were signed on its behalf by:

I W Parry Esq - Director

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

1. **STATUTORY INFORMATION**

AAC Waterproofing 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Revenue recognition

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery - 33% on cost, 20% on cost and 10% on cost

The freehold property is located at Gaerwen, Anglesey. An assessment of the net realisable value of the property based on current revalued amount has been undertaken. On the basis that the property will be well maintained and such repair costs will be charged to the profit and loss account, it is the view of the directors that the net realisable value equates to the revalued amount. Depreciation is charged on freehold property (excluding land) on the revalued amount less the estimated residual value over 50 years. On the basis of the above, no charge is deemed necessary. An impairment review is carried out on an annual basis to assess whether the market value of the property is at least as much as the carrying value in the accounts. Provision is made for any permanent fall in value.

Revaluation of tangible fixed assets

The company has adopted a policy of revaluation in respect of freehold land and buildings, as permitted by Financial Reporting Standard 102.

Stocks

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

Attributable profit is recognised on contracts, where the outcome of a contract can be assessed with reasonable certainty before its completion.

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 statement of financial position 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 statement of financial position 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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

Contributions paid during the year are charged to the profit and loss account.

Trade and other debtors

Trade and other debtors are initially recognised at their transaction price, less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of 3 months or less.

Trade and other creditors

Trade and other creditors are initially recognised at their transaction price.

3. EMPLOYEES AND DIRECTORS

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

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

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 August 2017	190,000	250,334	69,380	39,272	548,986
Additions	-	579	1,490	-	2,069
At 31 July 2018	<u>190,000</u>	<u>250,913</u>	<u>70,870</u>	<u>39,272</u>	<u>551,055</u>
DEPRECIATION					
At 1 August 2017	-	212,496	62,360	31,118	305,974
Charge for year	-	7,566	2,675	2,718	12,959
At 31 July 2018	-	<u>220,062</u>	<u>65,035</u>	<u>33,836</u>	<u>318,933</u>
NET BOOK VALUE					
At 31 July 2018	<u>190,000</u>	<u>30,851</u>	<u>5,835</u>	<u>5,436</u>	<u>232,122</u>
At 31 July 2017	<u>190,000</u>	<u>37,838</u>	<u>7,020</u>	<u>8,154</u>	<u>243,012</u>

If the freehold property had not been revalued in previous years, it would have been stated at an historical cost of £77,218 (2017: £77,218). The freehold property was revalued in 2014 on a open market basis by Beresford Adams Commercial Limited. The directors believe this value has remained unchanged.

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 August 2017 and 31 July 2018	<u>13,590</u>
DEPRECIATION	
At 1 August 2017 and 31 July 2018	<u>5,436</u>
NET BOOK VALUE	
At 31 July 2018	<u>8,154</u>
At 31 July 2017	<u>8,154</u>

5. STOCKS

	2018 £	2017 £
Stocks	<u>41,922</u>	<u>51,285</u>

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

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade debtors	131,051	187,153
Other debtors	317,881	399,338
Prepayments	26,532	35,211
	<u>475,464</u>	<u>621,702</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Bank loan and overdrafts	148,562	186,908
Other loan	34,966	31,967
Hire purchase contracts (see note 9)	3,420	3,731
Trade creditors	228,189	289,617
Corporation tax	-	11,355
Social security and other taxes	32,249	46,748
Accruals	22,111	20,643
	<u>469,497</u>	<u>590,969</u>

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

	2018	2017
	£	£
Bank loan 1- 2 years	5,230	6,030
Bank loan 2 - 5 years	51,612	2,975
Other loan 1 - 2 years	38,246	34,966
Other loan 2 - 5 years	71,880	110,126
Hire purchase contracts (see note 9)	-	3,420
Directors' loan accounts	27,343	42,202
	<u>194,311</u>	<u>199,719</u>

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

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018	2017
	£	£
Gross obligations repayable:		
Within one year	3,828	4,176
Between one and five years	<u>-</u>	<u>3,828</u>
	<u>3,828</u>	<u>8,004</u>
Finance charges repayable:		
Within one year	408	445
Between one and five years	<u>-</u>	<u>408</u>
	<u>408</u>	<u>853</u>
Net obligations repayable:		
Within one year	3,420	3,731
Between one and five years	<u>-</u>	<u>3,420</u>
	<u>3,420</u>	<u>7,151</u>
	Non-cancellable operating leases	
	2018	2017
	£	£
Within one year	4,440	27,108
Between one and five years	<u>24,207</u>	<u>4,440</u>
	<u>28,647</u>	<u>31,548</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	143,332	180,878
Bank loan	62,072	15,035
Other loan	145,092	177,059
Hire purchase contracts	<u>3,420</u>	<u>7,151</u>
	<u>353,916</u>	<u>380,123</u>

The bank loan and overdraft are secured by a fixed and floating charge over the assets of the company.

The other loan is secured by personal guarantees from the directors.

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

11. PROVISIONS FOR LIABILITIES

	2018	2017
	£	£
Deferred tax	<u>5,500</u>	<u>5,100</u>
		Deferred tax
		£
Balance at 1 August 2017		5,100
Accelerated capital allowances		<u>400</u>
Balance at 31 July 2018		<u>5,500</u>

12. ACCRUALS AND DEFERRED INCOME

	2018	2017
	£	£
Deferred government grants	12,480	14,578
Released to profit and loss	<u>(2,080)</u>	<u>(2,099)</u>
	<u>10,400</u>	<u>12,479</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2018	2017
Number:	Class:	Nominal value:	£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

14. CONTINGENT LIABILITIES

The company offers a 20 year guarantee on all roofing systems installed. The directors do not believe this will result in any material loss to the company in the foreseeable future.

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.