

A.A.C.(Road Markings) Limited

Unaudited Abbreviated Accounts

for the Year Ended 31 October 2016

R & A Burns Limited
Chartered Certified Accountants
181-183 Summer Road
Erdington
Birmingham
B23 6DX

A.A.C.(Road Markings) Limited
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The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared.

**Chartered Certified Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
A.A.C.(Road Markings) Limited
for the Year Ended 31 October 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of A.A.C.(Road Markings) Limited for the year ended 31 October 2016 set out on pages from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the Board of Directors of A.A.C.(Road Markings) Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of A.A.C.(Road Markings) Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at

http://www2.accaglobal.com/pubs/members/publications/technical_factsheets/downloads/163.doc. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A.A.C.(Road Markings) Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that A.A.C.(Road Markings) Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of A.A.C.(Road Markings) Limited.

You consider that A.A.C.(Road Markings) 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 accounts of A.A.C.(Road Markings) 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 accounts.

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R & A Burns Limited
Chartered Certified Accountants
181-183 Summer Road
Erdington
Birmingham
B23 6DX
9 May 2017

A.A.C.(Road Markings) Limited
(Registration number: 02661896)
Abbreviated Balance Sheet at 31 October 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible fixed assets		137,050	73,181
Current assets			
Stocks		7,453	9,146
Debtors	<u>3</u>	186,111	164,257
Cash at bank and in hand		5,555	695
		199,119	174,098
Creditors: Amounts falling due within one year		(180,400)	(191,660)
Net current assets/(liabilities)		18,719	(17,562)
Total assets less current liabilities		155,769	55,619
Creditors: Amounts falling due after more than one year		(64,790)	(3,750)
Provisions for liabilities		(27,411)	(14,637)
Net assets		63,568	37,232
Capital and reserves			
Called up share capital	<u>4</u>	100	100
Profit and loss account		63,468	37,132
Shareholders' funds		63,568	37,232

For the year ending 31 October 2016 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime .

Approved by the Board on 9 May 2017 and signed on its behalf by:

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Mrs. L.J. Bromage
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

A.A.C.(Road Markings) Limited
Notes to the Abbreviated Accounts for the Year Ended 31 October 2016
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1 Accounting policies

Basis of preparation

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2015).

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Depreciation

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

Asset class	Depreciation method and rate
Commercial Motor Vehicles	25% W.D.V.
Plant and Machinery	15% W.D.V.
Fixtures and Fittings	15% W.D.V.

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE. Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

Hire purchase and leasing

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

A.A.C.(Road Markings) Limited
Notes to the Abbreviated Accounts for the Year Ended 31 October 2016

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Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

Pensions

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

Bank borrowings being secured by a debenture and guarantee from the holding company.

2 Fixed assets

	Tangible assets	Total
	£	£
Cost		
At 1 November 2015	184,810	184,810
Additions	90,814	90,814
Disposals	<u>(26,147)</u>	<u>(26,147)</u>
At 31 October 2016	<u>249,477</u>	<u>249,477</u>
Depreciation		
At 1 November 2015	111,629	111,629
Charge for the year	20,329	20,329
Eliminated on disposals	<u>(19,531)</u>	<u>(19,531)</u>
At 31 October 2016	<u>112,427</u>	<u>112,427</u>
Net book value		
At 31 October 2016	<u>137,050</u>	<u>137,050</u>
At 31 October 2015	<u>73,181</u>	<u>73,181</u>

A.A.C.(Road Markings) Limited
Notes to the Abbreviated Accounts for the Year Ended 31 October 2016
..... continued

3 Debtors

Debtors includes £28,716 (2015 - £33,729) receivable after more than one year.

Being

Amounts owed from holding company A.A.C. Holdings Limited.

4 Share capital

Allotted, called up and fully paid shares

	2016		2015	
	No.	£	No.	£
Ordinary Shares of £1 each	100	100	100	100
	<hr/>	<hr/>	<hr/>	<hr/>

5 Related party transactions

The director shareholders are also director shareholders of the holding company A.A.C.Holdings Limited. Amounts due from the holding company are shown in the debtors note. Rents and management charges within the accounts are amounts paid to the holding company.

6 Control

The company is controlled by A.A.C.Holdings Limited being a 76% controlling party.

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