



Smailes Goldie
Chartered Accountants

Ideal Building Systems Limited

Financial Statements

31st December 2016

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Chartered
accountants
& lawyers



Ideal Building Systems Limited (Registered number: 02772805)

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Ideal Building Systems Limited

Company Information

for the year ended 31st December 2016

DIRECTORS:

P E Benmasaud
P R Coates
M R Laverack

SECRETARY:

P E Benmasaud

REGISTERED OFFICE:

Ideal Building Systems Limited
Lancaster Road
Carnaby Industrial Estate
Bridlington
East Yorkshire
YO15 3QY

REGISTERED NUMBER:

02772805 (England and Wales)

AUDITORS:

Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Ideal Building Systems Limited (Registered number: 02772805)

Strategic Report

for the year ended 31st December 2016

The directors present their strategic report for the year ended 31st December 2016.

REVIEW OF BUSINESS

The results for the year and the financial position of the company are as shown in the annexed financial statements.

The directors consider the financial performance of the company for the year to be extremely positive and in line with expectations. The directors anticipate a similar financial performance in the year to 31st December 2017. The key performance indicators of turnover and profit after tax are evident from the financial statements.

PRINCIPAL RISKS AND UNCERTAINTIES

The key business risks and uncertainties affecting the company are considered to relate to competition from both national and independent businesses.

ON BEHALF OF THE BOARD:



P E Benmasaud - Secretary

29th March 2017

Ideal Building Systems Limited (Registered number: 02772805)

Report of the Directors

for the year ended 31st December 2016

The directors present their report with the financial statements of the company for the year ended 31st December 2016.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture of prefabricated buildings.

DIVIDENDS

No dividends will be distributed for the year ended 31st December 2016.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2016 to the date of this report.

P E Benmasaud

P R Coates

M R Laverack

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, 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.

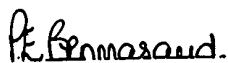
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

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

ON BEHALF OF THE BOARD:



P E Benmasaud - Secretary

29th March 2017

Report of the Independent Auditors to the Members of Ideal Building Systems Limited

We have audited the financial statements of Ideal Building Systems Limited for the year ended 31st December 2016 on pages six to nineteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 three, 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 Strategic Report and 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 31st December 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Strategic Report and 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 Ideal Building Systems 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.

Ian Lamb FCA CF (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

29th March 2017

Ideal Building Systems Limited (Registered number: 02772805)

Statement of Comprehensive Income for the year ended 31st December 2016

	Notes	2016 £	2015 £
TURNOVER		13,895,070	14,419,135
Cost of sales		<u>11,152,565</u>	<u>11,716,968</u>
GROSS PROFIT		2,742,505	2,702,167
Administrative expenses		<u>2,113,127</u>	<u>1,971,092</u>
		629,378	731,075
Other operating income		<u>8,305</u>	<u>73,032</u>
OPERATING PROFIT	4	637,683	804,107
Interest receivable and similar income		<u>682</u>	<u>1,319</u>
		638,365	805,426
Interest payable and similar expenses	5	<u>16,707</u>	<u>23,121</u>
PROFIT BEFORE TAXATION		621,658	782,305
Tax on profit	6	<u>130,203</u>	<u>165,221</u>
PROFIT FOR THE FINANCIAL YEAR		491,455	617,084
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>491,455</u>	<u>617,084</u>

The notes form part of these financial statements

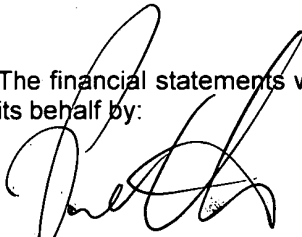
Ideal Building Systems Limited (Registered number: 02772805)

Balance Sheet

31st December 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	7	-	-
Tangible assets	8	148,995	123,485
Investments	9	<u>189,620</u>	<u>189,620</u>
		338,615	313,105
CURRENT ASSETS			
Stocks	10	629,761	228,409
Debtors	11	9,707,496	9,989,193
Cash at bank and in hand		<u>91,319</u>	<u>97,971</u>
		10,428,576	10,315,573
CREDITORS			
Amounts falling due within one year	12	<u>2,272,851</u>	<u>2,650,719</u>
NET CURRENT ASSETS		<u>8,155,725</u>	<u>7,664,854</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		8,494,340	7,977,959
CREDITORS			
Amounts falling due after more than one year	13	(27,886)	(6,996)
PROVISIONS FOR LIABILITIES	16	<u>(12,382)</u>	<u>(8,346)</u>
NET ASSETS		<u>8,454,072</u>	<u>7,962,617</u>
CAPITAL AND RESERVES			
Called up share capital	17	10,000	10,000
Revaluation reserve	18	189,540	189,540
Retained earnings	18	<u>8,254,532</u>	<u>7,763,077</u>
SHAREHOLDERS' FUNDS		<u>8,454,072</u>	<u>7,962,617</u>

The financial statements were approved by the Board of Directors on 29th March 2017 and were signed on its behalf by:



P R Coates - Director



M R Laverack - Director



P E Benmasaud - Director

The notes form part of these financial statements

Ideal Building Systems Limited (Registered number: 02772805)

Statement of Changes in Equity

for the year ended 31st December 2016

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
Balance at 1st January 2015	10,000	7,145,993	189,540	7,345,533
Changes in equity				
Total comprehensive income	-	617,084	-	617,084
Balance at 31st December 2015	10,000	7,763,077	189,540	7,962,617
Changes in equity				
Total comprehensive income	-	491,455	-	491,455
Balance at 31st December 2016	10,000	8,254,532	189,540	8,454,072

The notes form part of these financial statements

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements

for the year ended 31st December 2016

1. STATUTORY INFORMATION

Ideal Building Systems 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

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 The financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

Preparation of consolidated financial statements

The financial statements contain information about Ideal Building Systems Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Ideal Building Systems Holdings Limited, .

Notes to the Financial Statements - continued

for the year ended 31st December 2016

2. ACCOUNTING POLICIES - continued

Turnover

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policies adopted for the recognition of turnover are as follows:

Sale of goods

Turnover from the sale of prefabricated units is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually on dispatch of the goods.

Construction contracts

When the outcome of a construction contract can be estimated reliably, contract costs and turnover are recognised by reference to the stage of completion at the balance sheet date. Stage of completion is measured by reference to costs incurred to date and estimated costs to complete.

Where the outcome cannot be measured reliably, contract costs are recognised as an expense in the period in which they are incurred and contract turnover is recognised to the extent of costs incurred that it is probable will be recoverable.

When it is probable that contract costs will exceed the total contract turnover, the expected loss is recognised as an expense immediately, with a corresponding provision.

Interest and other income

Interest income is recognised using the effective interest method.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1993, was amortised evenly over its estimated useful life of twenty years.

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Leasehold

improvements	- 20% on cost
Plant and machinery	
etc	- 15% on cost and 15% on reducing balance
Motor vehicles	- 33% on cost and 25% on reducing balance
Computer equipment	- 20% on cost and 15% on reducing balance

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued *for the year ended 31st December 2016*

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Long term contracts are stated at cost net of amounts transferred to cost of sales less any foreseeable losses and progress payments receivable, not matched with turnover. Cost consists of direct materials, direct labour and appropriate related overheads.

Profit on long term contracts is recognised when the outcome of contracts can be assessed with reasonable certainty and is that amount which is estimated to fairly reflect the profit arising up to the accounting date. Profit on long term contracts is recognised in the profit and loss account as the difference between the reported turnover and related costs.

Taxation

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Rentals payable and receivable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Employee benefits

When employees have rendered service to the company, short term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The company operated a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and are receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued

for the year ended 31st December 2016

2. ACCOUNTING POLICIES - continued

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Investments

Other investments are measured at cost less impairment.

3. EMPLOYEES AND DIRECTORS

	2016 £	2015 £
Wages and salaries	2,232,353	2,052,513
Social security costs	203,020	179,370
Other pension costs	38,181	36,817
	<u>2,473,554</u>	<u>2,268,700</u>

The average monthly number of employees during the year was as follows:

	2016	2015
Management	3	3
Direct and administration	66	58
	<u>69</u>	<u>61</u>

	2016 £	2015 £
Directors' remuneration	<u>18,037</u>	<u>15,703</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	2016 £	2015 £
Depreciation - owned assets	19,257	13,879
Depreciation - assets on hire purchase contracts	5,205	8,909
Loss on disposal of fixed assets	18,122	-
Auditors' remuneration	5,000	4,200
Operating lease payments	<u>90,143</u>	<u>137,407</u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2016 £	2015 £
Other interest	14,654	21,078
Hire purchase	<u>2,053</u>	<u>2,043</u>
	<u>16,707</u>	<u>23,121</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued for the year ended 31st December 2016

6. TAXATION

Analysis of the tax charge

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

	2016 £	2015 £
Current tax:		
UK corporation tax	126,360	159,618
Adjustment in respect of previous periods	(193)	-
Total current tax	126,167	159,618
Deferred tax	4,036	5,603
Tax on profit	<u>130,203</u>	<u>165,221</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2016 £	2015 £
Profit before tax	<u>621,658</u>	<u>782,305</u>
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	124,332	156,461
Effects of:		
Expenses not deductible for tax purposes	6,064	6,947
Depreciation in excess of capital allowances	-	(131)
Change in standard rate of corporation tax	-	1,944
Overprovision in the previous year	(193)	-
Total tax charge	<u>130,203</u>	<u>165,221</u>

The expected net reversal of deferred tax liabilities in 2017 is £5,232 this is due to the reversal of accelerated capital allowances.

There are unused capital losses at the year end of £108,828 (2015, £108,828).

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued

for the year ended 31st December 2016

7. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1st January 2016	
and 31st December 2016	<u>10,000</u>
AMORTISATION	
At 1st January 2016	
and 31st December 2016	<u>10,000</u>
NET BOOK VALUE	
At 31st December 2016	<u>-</u>
At 31st December 2015	<u>-</u>

8. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1st January 2016	46,849	212,080	66,174	52,316	377,419
Additions	-	13,121	38,874	31,986	83,981
Disposals	-	-	(56,724)	(3,600)	(60,324)
At 31st December 2016	<u>46,849</u>	<u>225,201</u>	<u>48,324</u>	<u>80,702</u>	<u>401,076</u>
DEPRECIATION					
At 1st January 2016	36,552	145,724	23,436	48,222	253,934
Charge for year	2,424	11,549	6,309	4,180	24,462
Eliminated on disposal	-	-	(22,941)	(3,374)	(26,315)
At 31st December 2016	<u>38,976</u>	<u>157,273</u>	<u>6,804</u>	<u>49,028</u>	<u>252,081</u>
NET BOOK VALUE					
At 31st December 2016	<u>7,873</u>	<u>67,928</u>	<u>41,520</u>	<u>31,674</u>	<u>148,995</u>
At 31st December 2015	<u>10,297</u>	<u>66,356</u>	<u>42,738</u>	<u>4,094</u>	<u>123,485</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued for the year ended 31st December 2016

8. TANGIBLE FIXED ASSETS - continued

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

	Motor vehicles £
COST	
At 1st January 2016	56,724
Additions	38,874
Disposals	<u>(56,724)</u>
At 31st December 2016	<u>38,874</u>
DEPRECIATION	
At 1st January 2016	18,416
Charge for year	5,205
Eliminated on disposal	<u>(22,941)</u>
At 31st December 2016	<u>680</u>
NET BOOK VALUE	
At 31st December 2016	<u>38,194</u>
At 31st December 2015	<u>38,308</u>

9. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST OR VALUATION	
At 1st January 2016 and 31st December 2016	<u>189,620</u>
NET BOOK VALUE	
At 31st December 2016	<u>189,620</u>
At 31st December 2015	<u>189,620</u>

Cost or valuation at 31st December 2016 is represented by:

	Unlisted investments £
Valuation in 2007	189,540
Cost	<u>80</u>
	<u>189,620</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued

for the year ended 31st December 2016

9. FIXED ASSET INVESTMENTS - continued

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

Idacom Steel Buildings Limited

Registered office: the same as can be found on page 1 of these financial statements.

Nature of business: Construction of steel buildings

Class of shares:	% holding
Ordinary	80.00

10. STOCKS

	2016 £	2015 £
Raw materials	204,083	152,703
Work-in-progress	<u>425,678</u>	<u>75,706</u>
	<u>629,761</u>	<u>228,409</u>

Stock recognised in cost of sales during the year as an expense was £3,967,279 (2015 £3,945,679).

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	2,244,367	2,563,378
Amounts owed by group undertakings	2,524	7,558
Other debtors	334,725	87,672
Amounts owed by group undertakings	6,686,629	6,948,285
Prepayments and accrued income	<u>439,251</u>	<u>382,300</u>
	<u>9,707,496</u>	<u>9,989,193</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Hire purchase contracts (see note 14)	7,043	20,072
Trade creditors	1,027,719	1,101,421
Amounts owed to group undertakings	799,568	852,153
Tax	46,360	159,618
Social security and other taxes	75,163	82,306
VAT	117,155	192,484
Other creditors	31,671	50,000
Accruals and deferred income	<u>168,172</u>	<u>192,665</u>
	<u>2,272,851</u>	<u>2,650,719</u>

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

	2016 £	2015 £
Hire purchase contracts (see note 14)	<u>27,886</u>	<u>6,996</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued for the year ended 31st December 2016

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2016	2015
	£	£
Net obligations repayable:		
Within one year	7,043	20,072
Between one and five years	<u>27,886</u>	<u>6,996</u>
	<u>34,929</u>	<u>27,068</u>

	Non-cancellable operating leases	
	2016	2015
	£	£
Within one year	76,600	97,200
Between one and five years	306,400	288,800
In more than five years	<u>244,650</u>	<u>300,833</u>
	<u>627,650</u>	<u>686,833</u>

15. SECURED DEBTS

At the year end 31 December 2016 there is no liability in relation to invoice financing. At 31 December 2016, £2,144,211 (2015 £2,152,568) of the total trade debtors balance are discounted and are due to be collected through invoice finance. The amount outstanding is secured by way of a charge and an assignment of debts.

16. PROVISIONS FOR LIABILITIES

	2016	2015
	£	£
Deferred tax		
Accelerated capital allowances	<u>12,382</u>	<u>8,346</u>

	Deferred tax
	£
Balance at 1st January 2016	8,346
Charge to Statement of Comprehensive Income during year	<u>4,036</u>
Balance at 31st December 2016	<u>12,382</u>

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2016	2015
Number:	Class:	Nominal value:	£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued

for the year ended 31st December 2016

18. RESERVES

	Retained earnings £	Revaluation reserve £	Totals £
At 1st January 2016	7,763,077	189,540	7,952,617
Profit for the year	<u>491,455</u>		<u>491,455</u>
At 31st December 2016	<u>8,254,532</u>	<u>189,540</u>	<u>8,444,072</u>

Retained earnings

Retained earnings represents cumulative profits and losses net of dividends and other adjustments.

Revaluation reserve

The revaluation reserve represents the cumulate effect of revaluations of fixed asset investments in respect of a subsidiary company.

19. PENSION COMMITMENTS

The company makes payments to a defined contribution pension scheme. The charge for the year amounted to £38,181 (2015 £36,817). The amount outstanding at 31st December 2016 was £2,400 (2015 £2,375).

20. ULTIMATE PARENT COMPANY

The ultimate parent company is Ideal Building Systems Holdings Limited. the registered address of this company is the same as the address which can be found on page 1 of the financial statements.

The largest and smallest group in which the results of the company are consolidated is that headed by Ideal Building Systems Holdings Limited. The consolidated financial statements of the group are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

Included within debtors (2015 creditors) is an amount due from (2015 to) P R Coates, a director, of £1,503 (2015 £1,034). This loan is interest free.

22. 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.

Entities over which the entity has control, joint control or significant influence

	2016 £	2015 £
Sales	16,399	26,588
Purchases	1,682,042	1,660,449
Amount due from related party	2,524	7,558
Amount due to related party	<u>799,568</u>	<u>852,153</u>

Ideal Building Systems Limited (Registered number: 02772805)

Notes to the Financial Statements - continued *for the year ended 31st December 2016*

22. RELATED PARTY DISCLOSURES - continued

Other related parties

	2016	2015
	£	£
Purchases	<u>66,194</u>	<u>72,700</u>

23. ULTIMATE CONTROLLING PARTY

The company is controlled by P R Coates by virtue of his majority shareholding in Ideal Building Systems Holdings Limited, the ultimate parent company.