

Haddon Special Steels Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 28 February 2018

Landin Wilcock & Co
Chartered Accountants
Queen Street Chambers
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

Haddon Special Steels Limited

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Haddon Special Steels Limited

Company Information

Director	Mr Paul Longmore
Registered office	The Courtyard 3A High Street Dronfield Derbyshire S18 1PX
Bankers	The Royal Bank of Scotland Dronfield Branch 24 Lea Road Dronfield Derbyshire S18 1SB
Accountants	Landin Wilcock & Co Chartered Accountants Queen Street Chambers 68 Queen Street Sheffield South Yorkshire S1 1WR

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Haddon Special Steels Limited
for the Year Ended 28 February 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Haddon Special Steels Limited for the year ended 28 February 2018 as set out on pages 3 to 7 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Haddon Special Steels 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 Haddon Special Steels Limited and state those matters that we have agreed to state to the Board of Directors of Haddon Special Steels Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Haddon Special Steels Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Haddon Special Steels 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 loss of Haddon Special Steels Limited. You consider that Haddon Special Steels 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 Haddon Special Steels 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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Landin Wilcock & Co
Chartered Accountants
Queen Street Chambers
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

14 June 2018

Haddon Special Steels Limited
(Registration number: 02786894)
Balance Sheet as at 28 February 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	29,019	35,995
Current assets			
Debtors	<u>5</u>	5,259	53,475
Cash at bank and in hand		11,094	118,133
		16,353	171,608
Creditors: Amounts falling due within one year	<u>6</u>	(9,832)	(40,706)
Net current assets		6,521	130,902
Net assets		<u>35,540</u>	<u>166,897</u>
Capital and reserves			
Called up share capital	<u>7</u>	990	990
Profit and loss account		34,550	165,907
Total equity		<u>35,540</u>	<u>166,897</u>

For the financial year ending 28 February 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 30 May 2018

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Mr Paul Longmore
Director

The notes on pages 4 to 7 form an integral part of these financial statements.
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Haddon Special Steels Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Courtyard
3A High Street
Dronfield
Derbyshire
S18 1PX

These financial statements were authorised for issue by the director on 30 May 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The functional currency is considered to be pounds sterling because that is the currency in the primary economic environment that the company operates in.

Going concern

The financial statements have been prepared on a going concern basis.

Although the company has sufficient funds to meet its current overheads for the next couple of months which have been reduced significantly by the reduction in salaries and the redundancy of a key employee it needs to generate more sales orders to cover the remaining costs. The company has received some orders the profit on which will cover the next few months overheads but if this order intake is not maintained then it is unlikely the company will be able to keep trading.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Haddon Special Steels Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold buildings	2% per annum straight line basis
Motor vehicles	25% per annum reducing balance basis
Fixtures and fittings	15% per annum reducing balance basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Haddon Special Steels Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 3 (2017 - 4).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 March 2017	33,000	8,534	34,850	76,384
Disposals	-	-	(34,850)	(34,850)
At 28 February 2018	33,000	8,534	-	41,534
Depreciation				
At 1 March 2017	3,960	7,782	28,647	40,389
Charge for the year	660	113	-	773
Eliminated on disposal	-	-	(28,647)	(28,647)
At 28 February 2018	4,620	7,895	-	12,515
Carrying amount				
At 28 February 2018	28,380	639	-	29,019
At 28 February 2017	29,040	752	6,203	35,995

Included within the net book value of land and buildings above is £28,380 (2017 - £29,040) in respect of freehold land and buildings.

Haddon Special Steels Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

5 Debtors

	2018 £	2017 £
Trade debtors	4,666	52,968
Other debtors	593	507
	<hr/>	<hr/>
Total current trade and other debtors	5,259	53,475
	<hr/>	<hr/>

6 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Trade creditors		3,250	18,435
Taxation and social security		2,354	15,761
Other creditors		4,228	6,510
		<hr/>	<hr/>
		9,832	40,706
		<hr/>	<hr/>

7 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary share capital of £1 each	990	990	990	990
	<hr/>	<hr/>	<hr/>	<hr/>

8 Financial instruments

Categorisation of financial instruments

	2018 £	2017 £
Financial assets that are debt instruments measured at amortised cost	15,760	17,101
	<hr/>	<hr/>
	15,760	17,101
	<hr/>	<hr/>
Financial liabilities measured at amortised cost	7,478	24,945
	<hr/>	<hr/>
	7,478	24,945
	<hr/>	<hr/>

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.