

COMPANY REGISTRATION NUMBER: 03133579

Photodata Test Services Limited
Filleted Unaudited Financial Statements
For the year ended
30th September 2017

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Photodata Test Services Limited

Financial Statements

Year ended 30th September 2017

Contents	Pages
Officers and professional advisers	1
Statement of financial position	2 to 3
Notes to the financial statements	4 to 9

Photodata Test Services Limited

Officers and Professional Advisers

The board of directors

Mr G M Swanton
Mr S R Taylor
Mr P M Router

Company secretary

Mr S R Taylor

Registered office

First Floor Offices
99 Bancroft
Hitchin
Hertfordshire
SG5 1NQ

Accountants

S McCOMBIE & CO.
Chartered accountant
First Floor Offices
99 Bancroft
Hitchin
Hertfordshire
SG5 1NQ

Bankers

NatWest
12 High Street
Hitchin
Hertfordshire
SG5 1YY

Photodata Test Services Limited

Statement of Financial Position

30th September 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	7	789,995	468,553
Current assets			
Stocks		213,107	222,374
Debtors	8	650,518	587,923
Cash at bank and in hand		72,038	51,784
		<u>935,663</u>	<u>862,081</u>
Creditors: amounts falling due within one year	9	<u>907,167</u>	<u>817,993</u>
Net current assets		<u>28,496</u>	<u>44,088</u>
Total assets less current liabilities		<u>818,491</u>	<u>512,641</u>
Creditors: amounts falling due after more than one year	10	379,968	190,584
Provisions			
Taxation including deferred tax		110,505	70,970
Net assets		<u>328,018</u>	<u>251,087</u>
Capital and reserves			
Called up share capital		120	120
Profit and loss account		327,898	250,967
Shareholders funds		<u>328,018</u>	<u>251,087</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 30th September 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 4 to 9 form part of these financial statements.

Photodata Test Services Limited

Statement of Financial Position *(continued)*

30th September 2017

These financial statements were approved by the board of directors and authorised for issue on 1st June 2018, and are signed on behalf of the board by:

A handwritten signature in black ink, appearing to be 'G M Swanton', with a horizontal line underneath.

Mr G M Swanton
Director

Company registration number: 03133579

The notes on pages 4 to 9 form part of these financial statements.

Photodata Test Services Limited

Notes to the Financial Statements

Year ended 30th September 2017

1. General information

The company is a private company limited by shares, registered in England and Wales, registered number 03133579. The address of the registered office is First Floor Offices, 99 Bancroft, Hitchin, Hertfordshire, SG5 1NQ.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in pounds sterling, which is also the functional currency of the company.

Monetary amounts are rounded to the nearest pound.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1st October 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 14.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is the total amount receivable by the company for goods sold and services provided, excluding value added tax.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Photodata Test Services Limited

Notes to the Financial Statements *(continued)*

Year ended 30th September 2017

3. Accounting policies *(continued)*

Taxation *(continued)*

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 reporting date that are expected to apply to the reversal of the timing difference.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	Over 5 years
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Photodata Test Services Limited

Notes to the Financial Statements *(continued)*

Year ended 30th September 2017

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	Over 5 or 10 years
Furniture and equipment	-	Over 5 years
Computer equipment	-	Over 5 years

There is no depreciation charge in the year of purchase and a full years charge in the year of sale.

Impairment of fixed assets

At each reporting date, the company reviews the carrying amount of its fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of the asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Stocks

Stocks are measured 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 the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Photodata Test Services Limited

Notes to the Financial Statements *(continued)*

Year ended 30th September 2017

3. Accounting policies *(continued)*

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either 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.

Defined contribution plans

The company operates a defined contribution pension scheme on behalf of its employees. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions are charged to profit or loss for the year in which they are payable to the schemes.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 23 (2016: 23).

5. Tax on profit

Major components of tax expense

	2017 £	2016 £
Current tax:		
UK current tax expense	21,733	48,426
Deferred tax:		
Origination and reversal of timing differences	39,535	6,425
Tax on profit	<u>61,268</u>	<u>54,851</u>

6. Intangible assets

	Goodwill £
Cost	
At 1st October 2016 and 30th September 2017	<u>75,000</u>
Amortisation	
At 1st October 2016 and 30th September 2017	<u>75,000</u>
Carrying amount	
At 30th September 2017	—
At 30th September 2016	—

Photodata Test Services Limited

Notes to the Financial Statements (continued)

Year ended 30th September 2017

7. Tangible assets

	Plant and machinery £	Furniture and equipment £	Computer equipment £	Total £
Cost				
At 1st October 2016	1,108,277	35,346	5,140	1,148,763
Additions	487,270	–	10,863	498,133
Disposals	(533,006)	–	–	(533,006)
At 30th September 2017	1,062,541	35,346	16,003	1,113,890
Depreciation				
At 1st October 2016	666,180	8,893	5,137	680,210
Charge for the year	50,186	6,499	–	56,685
Disposals	(413,000)	–	–	(413,000)
At 30th September 2017	303,366	15,392	5,137	323,895
Carrying amount				
At 30th September 2017	759,175	19,954	10,866	789,995
At 30th September 2016	442,097	26,453	3	468,553

8. Debtors

	2017 £	2016 £
Trade debtors	592,612	535,654
Other debtors	57,906	52,269
	650,518	587,923

9. Creditors: amounts falling due within one year

	2017 £	2016 £
Bank overdraft	343,117	314,120
Trade creditors	334,752	249,606
Corporation tax	21,733	48,426
Social security and other taxes	58,032	95,329
Other creditors	149,533	110,512
	907,167	817,993

The bank overdraft is secured over the assets of the company.

Included in other creditors are obligations under hire purchase agreements of £127,937 (2017: £75,024), which are secured by the company on the assets subject to the agreements.

10. Creditors: amounts falling due after more than one year

	2017 £	2016 £
Other creditors	379,968	190,584

Photodata Test Services Limited

Notes to the Financial Statements *(continued)*

Year ended 30th September 2017

10. Creditors: amounts falling due after more than one year *(continued)*

Included in other creditors are obligations under hire purchase agreements of £379,968 (2017: £190,584), which are secured by the company on the assets subject to the agreements.

11. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2017 £	2016 £
Included in provisions	<u>110,505</u>	<u>70,970</u>

12. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017 £	2016 £
Not later than 1 year	1,763	8,189
Later than 1 year and not later than 5 years	8,396	32,026
Later than 5 years	<u>33,725</u>	<u>—</u>
	<u>43,884</u>	<u>40,215</u>

13. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2017			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr G M Swanton	—	8,222	—	8,222
Mr P M Router	(10,496)	—	9,500	(996)
	<u>(10,496)</u>	<u>8,222</u>	<u>9,500</u>	<u>7,226</u>
	2016			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr G M Swanton	—	—	—	—
Mr P M Router	(996)	(9,500)	—	(10,496)
	<u>(996)</u>	<u>(9,500)</u>	<u>—</u>	<u>(10,496)</u>

The above existing loans are unsecured, interest free and repayable on demand.

14. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1st October 2015.

No transitional adjustments were required in equity or profit or loss for the year.