

Ashgate Automation Limited

Unaudited Financial Statements
for the Year Ended 31 December 2019

Ashgate Automation Limited

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Ashgate Automation Limited

Company Information

Director	L Price
Registered office	Leavesden Park Suite 1 5 Hercules Way Watford Hertfordshire WD25 7GS
Accountants	Landmark Accountants Limited Chartered Accountants Leavesden Park 5 Hercules Way Watford Hertfordshire WD25 7GS

Ashgate Automation Limited

Statement of Director's Responsibilities

The director acknowledges his responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

Ashgate Automation Limited
(Registration number: 03238459)
Balance Sheet as at 31 December 2019

	Note	2019	2018
		£	£
Fixed assets			
Tangible assets	<u>4</u>	15,614	20,632
Current assets			
Stocks	<u>5</u>	30,716	65,051
Debtors	<u>6</u>	66,708	87,846
Cash at bank and in hand		<u>5</u>	<u>5</u>
		97,429	152,902
Creditors: Amounts falling due within one year	<u>7</u>	<u>(219,996)</u>	<u>(244,271)</u>
Net current liabilities		<u>(122,567)</u>	<u>(91,369)</u>
Total assets less current liabilities		(106,953)	(70,737)
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>-</u>	<u>(10,854)</u>
Net liabilities		<u>(106,953)</u>	<u>(81,591)</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>(107,053)</u>	<u>(81,691)</u>
Total equity		<u>(106,953)</u>	<u>(81,591)</u>

For the financial year ending 31 December 2019 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.

Ashgate Automation Limited
(Registration number: 03238459)
Balance Sheet as at 31 December 2019

Approved and authorised by the director on 23 December 2020

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L Price
Director

Ashgate Automation Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

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:

Leavesden Park
Suite 1
5 Hercules Way
Watford
Hertfordshire
WD25 7GS
United Kingdom

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.

Going concern

The financial statements have been prepared on a going concern basis. The company's balance sheet shows a deficit at 31 December 2019. The company's director believes that adequate funding will be in place to finance the company's activities and to enable it to settle its liabilities as and when they fall due for payment, for a period exceeding one year from the date of signing the company's accounts. Accordingly, the director considers that the company is a going concern and that its accounts are properly prepared on that basis.

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.

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.

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Notes to the Financial Statements for the Year Ended 31 December 2019

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
Fixtures and Fittings	20% on reducing balance
Plant and Machinery	25% on reducing balance
Motor Vehicles	25% on reducing balance

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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

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Notes to the Financial Statements for the Year Ended 31 December 2019

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

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

Classification

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments.

Recognition and measurement

Basic financial instruments are recognised at amortised cost.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 4 (2018 - 5).

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Notes to the Financial Statements for the Year Ended 31 December 2019

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2019	11,820	4,450	54,225	70,495
At 31 December 2019	11,820	4,450	54,225	70,495
Depreciation				
At 1 January 2019	9,041	3,438	37,384	49,863
Charge for the year	555	253	4,210	5,018
At 31 December 2019	9,596	3,691	41,594	54,881
Carrying amount				
At 31 December 2019	2,224	759	12,631	15,614
At 31 December 2018	2,779	1,012	16,841	20,632

Restrictions on title and pledges as security

Tangible fixed assets with carrying amount of £9,411 (2018 - £12,548) have been pledged as security for the company's finance lease liabilities and bank borrowings.

5 Stocks

	2019 £	2018 £
Finished goods and goods for resale	30,716	65,051

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Notes to the Financial Statements for the Year Ended 31 December 2019

6 Debtors

	2019 £	2018 £
Trade debtors	59,263	79,309
Other debtors	7,445	8,537
	<u>66,708</u>	<u>87,846</u>

7 Creditors

	2019 £	2018 £
Due within one year		
Bank loans and overdrafts	31,730	35,613
Trade creditors	129,354	145,345
Taxation and social security	33,856	30,322
Other creditors	25,056	32,991
	<u>219,996</u>	<u>244,271</u>
Due after one year		
Loans and borrowings	-	10,854

8 Loans and borrowings

	2019 £	2018 £
Non-current loans and borrowings		
Bank borrowings	-	9,280
Finance lease liabilities	-	1,574
	<u>-</u>	<u>10,854</u>

	2019 £	2018 £
Current loans and borrowings		
Bank borrowings	8,430	9,713
Bank overdrafts	21,726	21,179
Finance lease liabilities	1,574	4,721
	<u>31,730</u>	<u>35,613</u>

The finance leases are secured on the assets concerned.

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Notes to the Financial Statements for the Year Ended 31 December 2019

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £38,502 (2018 - £28,033).

10 Related party transactions

Transactions with directors

	Advances to directors £	At 31 December 2019 £
2019		
Loans to directors (Interest free and repayable on demand)	3,437	3,437

Expenditure with and payables to related parties

	Key management £
2019	
Amounts payable to related party	-
2018	
Amounts payable to related party	17,483

5 Hercules Way

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.

WD25 7GS