

**REGISTERED NUMBER: 03696680 (England and Wales)**

**TECTONIC INTERNATIONAL LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

Watts Gregory LLP  
Chartered Accountants  
Elfed House  
Oak Tree Court  
Cardiff Gate Business Park  
CARDIFF  
County of Cardiff  
CF23 8RS

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FOR THE YEAR ENDED 31 DECEMBER 2017**

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**TECTONIC INTERNATIONAL LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**DIRECTORS:**

S Harper  
G R Jones

**SECRETARY:**

G R Jones

**REGISTERED OFFICE:**

Elfed House  
Oak Tree Court, Mulberry Drive  
Cardiff Gate Business Park  
CARDIFF  
CF23 8RS

**REGISTERED NUMBER:**

03696680 (England and Wales)

**ACCOUNTANTS:**

Watts Gregory LLP  
Chartered Accountants  
Elfed House  
Oak Tree Court  
Cardiff Gate Business Park  
CARDIFF  
County of Cardiff  
CF23 8RS

**BALANCE SHEET**  
**31 DECEMBER 2017**

	Notes	2017 £	2016 £
<b>FIXED ASSETS</b>			
Intangible assets	4	49,075	52,520
Tangible assets	5	<u>263,794</u>	<u>269,959</u>
		<u>312,869</u>	<u>322,479</u>
<b>CURRENT ASSETS</b>			
Stocks		93,633	80,719
Debtors	6	29,027	61,389
Cash at bank and in hand		<u>44,158</u>	<u>8,512</u>
		166,818	150,620
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>(138,530)</u>	<u>(144,641)</u>
<b>NET CURRENT ASSETS</b>		<u>28,288</u>	<u>5,979</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		341,157	328,458
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	<u>(98,560)</u>	<u>(107,535)</u>
<b>NET ASSETS</b>		<u>242,597</u>	<u>220,923</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		5,000	5,000
Share premium		138,709	138,709
Revaluation reserve		42,020	52,520
Retained earnings		<u>56,868</u>	<u>24,694</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>242,597</u>	<u>220,923</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

**BALANCE SHEET - continued**  
**31 DECEMBER 2017**

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The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved for issue by the Board of Directors on 5 April 2018 and were signed on its behalf by:

S Harper - Director

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017

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1. **STATUTORY INFORMATION**

Tectonic International 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.

The company's functional and presentational currency in the financial statements is the Sterling (£), rounded to the nearest pound.

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

2. **ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

The turnover shown in the profit and loss account represents income receivable during the year, exclusive of Value Added Tax, in respect of the design and manufacture of web printing press inspection systems.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2001, is being amortised evenly over its useful economic life of twenty years.

Based on the performance of the company since acquisition, the directors consider that the useful economic life of goodwill is still valid.

**Amortisation**

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

Goodwill	-5% straight line
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**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Website costs is being amortised evenly over its estimated useful life of eight years.

**Fixed assets**

All fixed assets are initially recorded at cost.

**Depreciation**

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

Freehold property	-over 50 years
Plant and machinery	-25% on reducing balance
Fixtures & fittings	-25% on reducing balance
Computer equipment	-25% on reducing balance

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

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**2. ACCOUNTING POLICIES - continued**

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Research and development**

Research and development expenditure which is regarded as part of a continuing operation required to maintain the company's business and its competitive position, is written off when incurred.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**Government grants**

Government grants of a revenue nature are credited to the profit and loss account in the period to which they relate. Government grants made as a contribution towards expenditure on fixed assets are treated as deferred income and amortised until the conditions of the grant are met.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 6 (2016 - 6) .

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2017

## 4. INTANGIBLE FIXED ASSETS

	Goodwill £	Website costs £	Totals £
<b>COST OR VALUATION</b>			
At 1 January 2017	209,915	-	209,915
Additions	-	7,192	7,192
At 31 December 2017	<u>209,915</u>	<u>7,192</u>	<u>217,107</u>
<b>AMORTISATION</b>			
At 1 January 2017	157,395	-	157,395
Amortisation for year	10,500	137	10,637
At 31 December 2017	<u>167,895</u>	<u>137</u>	<u>168,032</u>
<b>NET BOOK VALUE</b>			
At 31 December 2017	<u>42,020</u>	<u>7,055</u>	<u>49,075</u>
At 31 December 2016	<u>52,520</u>	<u>-</u>	<u>52,520</u>

Cost or valuation at 31 December 2017 is represented by:

	Goodwill £	Website costs £	Totals £
Valuation in 2001	209,915	-	209,915
Cost	-	7,192	7,192
	<u>209,915</u>	<u>7,192</u>	<u>217,107</u>

## 5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 January 2017	288,776	56,930	9,883	35,418	391,007
Additions	-	115	-	574	689
At 31 December 2017	<u>288,776</u>	<u>57,045</u>	<u>9,883</u>	<u>35,992</u>	<u>391,696</u>
<b>DEPRECIATION</b>					
At 1 January 2017	23,098	56,654	9,142	32,154	121,048
Charge for year	5,775	78	185	816	6,854
At 31 December 2017	<u>28,873</u>	<u>56,732</u>	<u>9,327</u>	<u>32,970</u>	<u>127,902</u>
<b>NET BOOK VALUE</b>					
At 31 December 2017	<u>259,903</u>	<u>313</u>	<u>556</u>	<u>3,022</u>	<u>263,794</u>
At 31 December 2016	<u>265,678</u>	<u>276</u>	<u>741</u>	<u>3,264</u>	<u>269,959</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2017**6. DEBTORS**

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	20,078	31,944
Other debtors	-	970
Deferred tax asset	-	4
Prepayments and accrued income	3,462	14,762
	<u>23,540</u>	<u>47,680</u>
Amounts falling due after more than one year:		
Deferred tax asset	5,487	13,709
Aggregate amounts	<u>29,027</u>	<u>61,389</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Bank loans	9,056	8,761
Trade creditors	30,877	51,870
Corporation tax	2	2
Social security and other taxes	2,923	1,998
VAT	5,450	986
Other creditors	15,647	212
Director's loan account	72,107	76,939
Accruals and deferred income	2,468	3,873
	<u>138,530</u>	<u>144,641</u>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2017 £	2016 £
Bank loans - 1-5 years	<u>98,560</u>	<u>107,535</u>

**9. SECURED DEBTS**

The following secured debts are included within creditors:

	2017 £	2016 £
Bank loans	<u>107,616</u>	<u>116,296</u>

The bank loan is secured by a fixed charge over the freehold property of the company.

**10. FINANCIAL COMMITMENTS**

Total financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £2,680 (2016 - £8,409), relating to operating lease commitments.

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.