

Company registration number: 3743347

**PPM Technology Ltd**

**Unaudited filleted financial statements**

**31 August 2020**



# **PPM Technology Ltd**

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## **PPM Technology Ltd**

### **Directors and other information**

<b>Directors</b>	John B Jones R O Jones
<b>Secretary</b>	J B Jones
<b>Company number</b>	3743347
<b>Registered office</b>	Units 34 Cibyn Industrial Estate Caernarfon
<b>Accountants</b>	Owain Bebb a'i Gwmni 32 Y Maes Caernarfon Gwynedd LL55 2NN

**PPM Technology Ltd**

**Statement of financial position  
31 August 2020**

	Note	2020 £	£	2019 £	£
<b>Fixed assets</b>					
Tangible assets	6	241,599		254,102	
			241,599		254,102
<b>Current assets</b>					
Stocks		65,000		62,500	
Debtors	7	94,604		47,973	
Cash at bank and in hand		1,871,924		1,735,848	
		2,031,528		1,846,321	
<b>Creditors: amounts falling due within one year</b>	8	(86,783)		(139,432)	
<b>Net current assets</b>			1,944,745		1,706,889
<b>Total assets less current liabilities</b>			2,186,344		1,960,991
<b>Creditors: amounts falling due after more than one year</b>	9		(27)		(68)
<b>Provisions for liabilities</b>	10		(8,877)		(10,847)
<b>Net assets</b>			2,177,440		1,950,076
<b>Capital and reserves</b>					
Called up share capital			1,000		1,000
Profit and loss account			2,176,440		1,949,076
<b>Shareholders funds</b>			2,177,440		1,950,076

For the year ending 31 August 2020 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.

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 Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

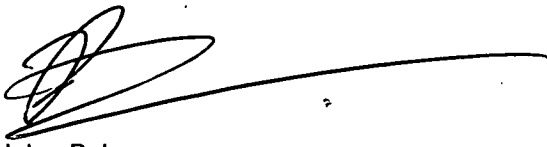
**The notes on pages 4 to 9 form part of these financial statements.**

**PPM Technology Ltd**

**Statement of financial position (continued)**  
**31 August 2020**

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

These financial statements were approved by the board of directors and authorised for issue on 19 May 2021, and are signed on behalf of the board by:

A handwritten signature in black ink, consisting of a stylized 'J' and 'B' followed by a long horizontal line.

John B Jones  
Director

Company registration number: 3743347

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

## **PPM Technology Ltd**

### **Notes to the financial statements Year ended 31 August 2020**

#### **1. General information**

The company is a private company limited by shares, registered in Wales. The address of the registered office is PPM Technology Ltd, Units 34, Cibyn Industrial Estate, Caernarfon.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The Triennial review 2017 amendments to the standard have been early adopted.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

##### **Taxation**

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

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.

##### **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.

## PPM Technology Ltd

### Notes to the financial statements (continued) Year ended 31 August 2020

#### Research and development

Research expenditure is written off in the year in which it is incurred.

Development expenditure incurred is capitalised as an intangible asset only when all of the following criteria are met:

- It is technically feasible to complete the intangible asset so that it will be available for use or sale;
- There is the intention to complete the intangible asset and use or sell it;
- There is the ability to use or sell the intangible asset;
- The use or sale of the intangible asset will generate probable future economic benefits;
- There are adequate technical, financial and other resources available to complete the development and to use or sell the intangible asset; and
- The expenditure attributable to the intangible asset during its development can be measured reliably.

Expenditure that does not meet the above criteria is expensed as incurred.

#### Tangible assets

Tangible assets are initially recorded at cost, and are 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.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, 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 capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves 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:

Freehold property	- 1%	straight line
Plant and machinery	- 25%	reducing balance
Fittings fixtures and equipment	- 33%	straight line
Motor vehicles	- 20%	reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

#### Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

## **PPM Technology Ltd**

### **Notes to the financial statements (continued) Year ended 31 August 2020**

#### **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 stocks to their present location and condition.

#### **Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

#### **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.



## **PPM Technology Ltd**

### **Notes to the financial statements (continued)** **Year ended 31 August 2020**

#### **Financial instruments**

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

#### **4. Turnover**

Overseas turnover amounted to 79% (31 August 2019: 86%) of the total turnover for the year

#### **5. Employee numbers**

The average number of persons employed by the company during the year amounted to 11 (2019: 11).

**PPM Technology Ltd**

**Notes to the financial statements (continued)**  
**Year ended 31 August 2020**

**6. Tangible assets**

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 September 2019	211,728	129,727	32,047	42,638	416,140
Additions	-	-	2,271	-	2,271
<b>At 31 August 2020</b>	<u>211,728</u>	<u>129,727</u>	<u>34,318</u>	<u>42,638</u>	<u>418,411</u>
<b>Depreciation</b>					
At 1 September 2019	14,804	95,742	30,649	20,843	162,038
Charge for the year	2,117	6,384	1,914	4,359	14,774
<b>At 31 August 2020</b>	<u>16,921</u>	<u>102,126</u>	<u>32,563</u>	<u>25,202</u>	<u>176,812</u>
<b>Carrying amount</b>					
<b>At 31 August 2020</b>	<u>194,807</u>	<u>27,601</u>	<u>1,755</u>	<u>17,436</u>	<u>241,599</u>
At 31 August 2019	<u>196,924</u>	<u>33,985</u>	<u>1,398</u>	<u>21,795</u>	<u>254,102</u>

**7. Debtors**

	2020	2019
	£	£
Trade debtors	48,372	33,034
Other debtors	46,232	14,939
	<u>94,604</u>	<u>47,973</u>

**8. Creditors: amounts falling due within one year**

	2020	2019
	£	£
Trade creditors	19,656	65,383
Corporation tax	29,825	54,573
Social security and other taxes	9,044	8,742
Other creditors	28,258	10,734
	<u>86,783</u>	<u>139,432</u>

**9. Creditors: amounts falling due after more than one year**

	2020	2019
	£	£
Other creditors	<u>27</u>	<u>68</u>

**PPM Technology Ltd**

**Notes to the financial statements (continued)**  
**Year ended 31 August 2020**

**10. Provisions**

	Deferred tax (note 11)	Total
	£	£
At 1 September 2019	10,847	10,847
Unused amounts reversed	(1,970)	(1,970)
<b>At 31 August 2020</b>	<u>8,877</u>	<u>8,877</u>

**11. Deferred tax**

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

	<b>2020</b>	<b>2019</b>
	£	£
Included in provisions (note 10)	<u>8,877</u>	<u>10,847</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	<b>2020</b>	<b>2019</b>
	£	£
Accelerated capital allowances	<u>(1,970)</u>	<u>(2,784)</u>

**12. Operating leases**

**The company as lessee**

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

	<b>2020</b>	<b>2019</b>
	£	£
Not later than 1 year	<u>692</u>	<u>692</u>

**13. Related party transactions**

Creditors includes an amount owing re: IAQ Ltd in the sum of £23,668. One director is also director of that company.

**14. Controlling party**

The company is controlled by the directors as detailed in their report.