

# Applied Engineering Services Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 December 2017

Shaikh & Co Ltd  
Chartered Certified Accountants  
10 Decimus Park  
Kingstanding Way  
Tunbridge Wells  
Kent  
TN2 3GP

**Applied Engineering Services Ltd**

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# **Applied Engineering Services Ltd**

## **Company Information**

<b>Director</b>	Ricky Cox
<b>Registered office</b>	10 Decimus Park Kingstanding Way Tunbridge Wells Kent TN2 3GP
<b>Accountants</b>	Shaikh & Co Ltd Chartered Certified Accountants 10 Decimus Park Kingstanding Way Tunbridge Wells Kent TN2 3GP

**Chartered Certified Accountants' Report to the Director on the Preparation of the Unaudited  
Statutory Accounts of  
Applied Engineering Services Ltd  
for the Year Ended 31 December 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Applied Engineering Services Ltd for the year ended 31 December 2017 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/gb/en/discover/public-value/rulebook.html>.

This report is made solely to the Board of Directors of Applied Engineering Services Ltd, 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 Applied Engineering Services Ltd and state those matters that we have agreed to state to the Board of Directors of Applied Engineering Services Ltd, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Applied Engineering Services Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Applied Engineering Services Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Applied Engineering Services Ltd. You consider that Applied Engineering Services Ltd 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 Applied Engineering Services Ltd. 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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Shaikh & Co Ltd  
Chartered Certified Accountants  
10 Decimus Park  
Kingstanding Way  
Tunbridge Wells  
Kent  
TN2 3GP

6 August 2018

**Applied Engineering Services Ltd**  
**(Registration number: 03847613)**  
**Balance Sheet as at 31 December 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	16,978	22,640
<b>Current assets</b>			
Debtors	<u>6</u>	37,821	51,701
Cash at bank and in hand		26,706	13,574
		<u>64,527</u>	<u>65,275</u>
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(66,782)	(78,495)
<b>Net current liabilities</b>		<u>(2,255)</u>	<u>(13,220)</u>
<b>Total assets less current liabilities</b>		14,723	9,420
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	-	(3,134)
<b>Provisions for liabilities</b>		<u>(3,266)</u>	<u>(4,527)</u>
<b>Net assets</b>		<u>11,457</u>	<u>1,759</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>11,357</u>	<u>1,659</u>
<b>Total equity</b>		<u>11,457</u>	<u>1,759</u>

For the financial year ending 31 December 2017 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.

Approved and authorised by the director on 6 August 2018

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Ricky Cox

Director

# **Applied Engineering Services Ltd**

## **Notes to the Financial Statements for the Year Ended 31 December 2017**

### **1 General information**

The company is incorporated in England & Wales.

The address of its registered office is:

10 Decimus Park  
Kingstanding Way  
Tunbridge Wells  
Kent  
TN2 3GP  
England

The principal place of business is:

61 Forest Road  
Paddock Wood  
Kent  
TN12 6JU  
United Kingdom

These financial statements were authorised for issue by the director on 6 August 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.

#### **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.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

# **Applied Engineering Services Ltd**

## **Notes to the Financial Statements for the Year Ended 31 December 2017**

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	25% reducing balance
Commercial motor vehicles	25% reducing balance
Office equipment	25% 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.

### **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.

# Applied Engineering Services Ltd

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 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.

### 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.

### 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.

### 3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 2 (2016 - 2).

### 4 Profit before tax

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	5,662	7,547



# Applied Engineering Services Ltd

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 5 Tangible assets

	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 January 2017	11,178	3,667	67,058	81,903
At 31 December 2017	11,178	3,667	67,058	81,903
<b>Depreciation</b>				
At 1 January 2017	6,160	2,360	50,743	59,263
Charge for the year	1,256	327	4,079	5,662
At 31 December 2017	7,416	2,687	54,822	64,925
<b>Carrying amount</b>				
At 31 December 2017	3,762	980	12,236	16,978
At 31 December 2016	5,018	1,307	16,315	22,640

### 6 Debtors

	2017 £	2016 £
Trade debtors	37,821	51,701
Total current trade and other debtors	37,821	51,701

### 7 Creditors

	Note	2017 £	2016 £
<b>Due within one year</b>			
Bank loans and overdrafts	8	1,919	5,923
Trade creditors		17,914	14,039
Amounts owed to group undertakings and undertakings in which the company has a participating interest		13,819	28,655
Taxation and social security		2,953	361
Other creditors		30,177	29,517
		66,782	78,495
<b>Due after one year</b>			
Loans and borrowings	8	-	3,134

# Applied Engineering Services Ltd

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 8 Loans and borrowings

	2017 £	2016 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	-	3,134
	<u>                    </u>	<u>                    </u>
	2017 £	2016 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	1,919	5,923
	<u>                    </u>	<u>                    </u>

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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.