

**A - Z ENGINEERING LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

A - Z Engineering Limited
Financial Statements
For The Year Ended 31 December 2017

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A - Z Engineering Limited
Balance Sheet
As at 31 December 2017

Registered number: 03860114

		2017		2016	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	3		465,378		252,395
			<u>465,378</u>		<u>252,395</u>
CURRENT ASSETS					
Stocks	4	112,487		92,358	
Debtors	5	300,358		215,668	
Cash at bank and in hand		28,600		3,139	
		<u>441,445</u>		<u>311,165</u>	
Creditors: Amounts Falling Due Within One Year	6	(416,024)		(273,339)	
		<u></u>		<u></u>	
NET CURRENT ASSETS (LIABILITIES)			25,421		37,826
			<u>25,421</u>		<u>37,826</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			490,799		290,221
			<u>490,799</u>		<u>290,221</u>
Creditors: Amounts Falling Due After More Than One Year	7	(328,200)		(149,210)	
		<u></u>		<u></u>	
PROVISIONS FOR LIABILITIES					
Deferred Taxation			(62,680)		(35,137)
			<u>(62,680)</u>		<u>(35,137)</u>
NET ASSETS			99,919		105,874
			<u>99,919</u>		<u>105,874</u>
CAPITAL AND RESERVES					
Called up share capital	9	200		200	
Profit and Loss Account		99,719		105,674	
		<u>99,719</u>		<u>105,674</u>	
SHAREHOLDERS' FUNDS			99,919		105,874
			<u>99,919</u>		<u>105,874</u>

**A - Z Engineering Limited
Balance Sheet (continued)
As at 31 December 2017**

For the 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.

Directors' responsibilities:

- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Paul Knowles

Mr Roger Jones

24th September 2018

The notes on pages 3 to 7 form part of these financial statements.

A - Z Engineering Limited
Notes to the Financial Statements
For The Year Ended 31 December 2017

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Property improvements	10% Reducing balance
Plant & Machinery	20% & 50% Reducing balance
Motor Vehicles	25% Reducing balance
Fixtures & Fittings	20% Reducing balance
Computer Equipment	50% Reducing balance

1.4. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

A - Z Engineering Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

1.6. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2017	2016
Office and administration	3	-
Manufacturing	14	-
Directors	2	-
	<u>19</u>	<u>-</u>

A - Z Engineering Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

3. Tangible Assets

	Land & Property			
	Property improvements	Plant & Machinery	Motor Vehicles	Fixtures & Fittings
	£	£	£	£
Cost				
As at 1 January 2017	37,477	714,119	41,377	71,891
Additions	-	293,733	-	776
As at 31 December 2017	37,477	1,007,852	41,377	72,667
Depreciation				
As at 1 January 2017	9,789	543,476	24,910	35,083
Provided during the period	2,769	67,031	4,118	7,487
As at 31 December 2017	12,558	610,507	29,028	42,570
Net Book Value				
As at 31 December 2017	24,919	397,345	12,349	30,097
As at 1 January 2017	27,688	170,643	16,467	36,808

	Computer Equipment	Total
	£	£
Cost		
As at 1 January 2017	16,164	881,028
Additions	550	295,059
As at 31 December 2017	16,714	1,176,087
Depreciation		
As at 1 January 2017	15,375	628,633
Provided during the period	671	82,076
As at 31 December 2017	16,046	710,709
Net Book Value		
As at 31 December 2017	668	465,378
As at 1 January 2017	789	252,395

4. Stocks

	2017	2016
	£	£
Stock - materials and work in progress	112,487	92,358
	112,487	92,358

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Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

5. Debtors

	2017	2016
	£	£
Due within one year		
Trade debtors	290,245	206,163
Prepayments and accrued income	4,247	3,820
Employee loans	381	457
Directors' loan accounts	5,485	5,228
	<u>300,358</u>	<u>215,668</u>

6. Creditors: Amounts Falling Due Within One Year

	2017	2016
	£	£
Net obligations under finance lease and hire purchase contracts	116,114	40,118
Trade creditors	87,594	79,852
Bank loans and overdrafts	11,960	12,743
Corporation tax	1,490	-
Other taxes and social security	9,482	7,897
VAT	45,315	41,221
Net wages	-	7
Pension creditor	81	110
Factoring account	137,749	59,593
Accruals and deferred income	6,239	8,320
Directors' loan accounts	-	23,478
	<u>416,024</u>	<u>273,339</u>

7. Creditors: Amounts Falling Due After More Than One Year

	2017	2016
	£	£
Net obligations under finance lease and hire purchase contracts	198,678	52,965
Bank loans	58,497	66,245
Directors loan account	71,025	30,000
	<u>328,200</u>	<u>149,210</u>

A - Z Engineering Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

8. Obligations Under Finance Leases and Hire Purchase

	2017	2016
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	116,114	40,118
Between one and five years	198,678	52,965
	<u>314,792</u>	<u>93,083</u>
	<u>314,792</u>	<u>93,083</u>

9. Share Capital

	2017	2016
Allotted, Called up and fully paid	<u>200</u>	<u>200</u>

10. Directors Advances, Credits and Guarantees

Included within Debtors are the following loans to directors:

	As at 1 January 2017	Amounts advanced	Amounts repaid	Amounts written off	As at 31 December 2017
	£	£	£	£	£
Mr Paul Knowles	<u>5,228</u>	<u>1,747</u>	<u>1,490</u>	<u>-</u>	<u>5,485</u>

The above loan is unsecured, interest free and repayable on demand.

11. General Information

A - Z Engineering Limited is a private company, limited by shares, incorporated in England & Wales, registered number 03860114. The registered office is Unit I Cargotec Industrial Park, Elson Road, Ellesmere, Shropshire, SY12 9JW.

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.