

Acomb Engineering Limited

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

Forrester Boyd Robson
Chartered Accountants
Kingfisher Court
Plaxton Bridge Road
Woodmansey
Beverley
East Yorkshire
HU17 0RT

Acomb Engineering Limited

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Acomb Engineering Limited

Company Information

Directors T M Webster
Mrs B A Webster

Registered office Catfoss
Hull
East Yorkshire
HU11 5SP

Accountants Forrester Boyd Robson
Chartered Accountants
Kingfisher Court
Plaxton Bridge Road
Woodmansey
Beverley
East Yorkshire
HU17 0RT

Acomb Engineering Limited

(Registration number: 3958670)

Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>5</u>	668,762	453,634
Current assets			
Stocks	<u>6</u>	46,445	44,280
Debtors	<u>7</u>	653,220	596,627
Cash at bank and in hand		195,082	137,576
		<u>894,747</u>	<u>778,483</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(246,931)</u>	<u>(304,676)</u>
Net current assets		<u>647,816</u>	<u>473,807</u>
Total assets less current liabilities		1,316,578	927,441
Creditors: Amounts falling due after more than one year	<u>8</u>	(167,856)	-
Provisions for liabilities		<u>(49,491)</u>	<u>(11,991)</u>
Net assets		<u>1,099,231</u>	<u>915,450</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>1,099,131</u>	<u>915,350</u>
Total equity		<u>1,099,231</u>	<u>915,450</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.

Directors' 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 directors acknowledge their 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.

Approved and authorised by the Board on 29 August 2018 and signed on its behalf by:

.....

T M Webster
Director

Acomb Engineering Limited

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

1 General information

The company is a private company limited by share capital incorporated in England and Wales and the company registration number is 3958670.

The address of its registered office is:

Catfoss

Hull

East Yorkshire

HU11 5SP

These financial statements were authorised for issue by the Board on 29 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.

The financial statements are presented in sterling and are rounded to the nearest pound.

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.

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

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

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:

Asset class	Depreciation method and rate
Land and buildings	2% on cost
Plant and machinery	20% on written down value
Fixtures and fittings	20% on written down value
Motor vehicles	25% on written down value

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.

Acomb Engineering Limited

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

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.

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 directors) during the year, was 16 (2016 - 13).

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

4 Profit before tax

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	67,707	20,651

5 Tangible assets

	Land and buildings £	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2017	387,687	23,269	280,866	41,471	733,293
Additions	-	2,830	-	280,005	282,835
At 31 December 2017	387,687	26,099	280,866	321,476	1,016,128
Depreciation					
At 1 January 2017	9,246	19,444	216,499	34,470	279,659
Charge for the year	4,623	882	12,871	49,331	67,707
At 31 December 2017	13,869	20,326	229,370	83,801	347,366
Carrying amount					
At 31 December 2017	373,818	5,773	51,496	237,675	668,762
At 31 December 2016	378,441	3,825	64,367	7,001	453,634

Included within the net book value of land and buildings above is £373,818 (2016 - £378,441) in respect of freehold land and buildings.

6 Stocks

	2017 £	2016 £
Other inventories	46,445	44,280

7 Debtors

2017 £	2016 £
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Trade debtors	580,659	567,913
Other debtors	68,716	24,594
Prepayments and accrued income	<u>3,845</u>	<u>4,120</u>
Total current trade and other debtors	<u><u>653,220</u></u>	<u><u>596,627</u></u>

Acomb Engineering Limited

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

8 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>9</u>	17,377	-
Trade creditors		156,145	144,066
Taxation and social security		53,118	56,164
Other creditors		17,193	101,367
Accruals and deferred income		3,098	3,079
		<u>246,931</u>	<u>304,676</u>

Due after one year

Loans and borrowings	<u>9</u>	<u>167,856</u>	<u>-</u>
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Creditors: amounts falling due after more than one year

	2017 £	2016 £
Due after one year		
Loans and borrowings	<u>167,856</u>	<u>-</u>
Non-current loans and borrowings		
Finance lease liabilities	<u>167,856</u>	<u>-</u>

9 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Finance lease liabilities	<u>167,856</u>	<u>-</u>
Current loans and borrowings		
Finance lease liabilities	<u>17,377</u>	<u>-</u>

Acomb Engineering Limited

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

10 Related party transactions

Transactions with directors

	At 1 January 2017 £	Advances to directors £	Repayments by director £	At 31 December 2017 £
2017				
T M & Mrs B A Webster				
Interest free and repayable on demand	22,294	106,951	(60,828)	68,417

	At 1 January 2016 £	Advances to directors £	Repayments by director £	At 31 December 2016 £
2016				
T M & Mrs B A Webster				
Interest free and repayable on demand	(84,863)	402,913	(295,756)	22,294

Other transactions with directors

T M & Mrs B A Webster
(Directors)

At the balance sheet date the amount owed to the company from T & Mrs B Webster was £68,417 (2016 - £22,294).

11 Transition to FRS 102

There were no material adjustments required upon transition to FRS 102 Section 1A in the current or preceding year.

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.