

REGISTERED NUMBER: 04552078 (England and Wales)

Financial Statements
for the Year Ended 30 June 2017
for
Advantex Network Solutions Limited

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for the Year Ended 30 June 2017**

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Advantex Network Solutions Limited

**Company Information
for the Year Ended 30 June 2017**

DIRECTORS:

D J O'Connell
S G O'Connell

SECRETARY:

D J O'Connell

REGISTERED OFFICE:

16B Follingsby Close
Follingsby Park
Gateshead
Tyne and Wear
NE10 8YG

REGISTERED NUMBER:

04552078 (England and Wales)

ACCOUNTANTS:

Clive Owen LLP
Chartered Accountants
Kepier House
Belmont Business Park
Durham
DH1 1TW

Balance Sheet
30 June 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		16,082		1,459
Tangible assets	5		<u>324,914</u>		<u>71,607</u>
			340,996		73,066
CURRENT ASSETS					
Stocks	6	311,869		125,085	
Debtors	7	883,418		1,423,741	
Cash at bank		<u>39,535</u>		<u>239,011</u>	
		1,234,822		1,787,837	
CREDITORS					
Amounts falling due within one year	8	<u>559,462</u>		<u>1,311,930</u>	
NET CURRENT ASSETS			<u>675,360</u>		<u>475,907</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,016,356		548,973
CREDITORS					
Amounts falling due after more than one year	9		(434,562)		(76,672)
PROVISIONS FOR LIABILITIES	12		<u>(22,134)</u>		<u>(8,594)</u>
NET ASSETS			<u>559,660</u>		<u>463,707</u>
CAPITAL AND RESERVES					
Called up share capital	13		100		100
Retained earnings			<u>559,560</u>		<u>463,607</u>
SHAREHOLDERS' FUNDS			<u>559,660</u>		<u>463,707</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 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.

Balance Sheet - continued
30 June 2017

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 by the Board of Directors on 18 October 2017 and were signed on its behalf by:

D J O'Connell - Director

**Notes to the Financial Statements
for the Year Ended 30 June 2017**

1. STATUTORY INFORMATION

Advantex Network Solutions 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.

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.

There were no material departures from that standard.

These financial statements for the year ended 30 June 2017 are the first financial statements that comply with FRS 102 Section 1A small entities. The date of transition is 1 July 2015.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year and also have been consistently applied within the same accounts.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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 have been amortised over their estimated useful life of three years.

Computer software is being amortised evenly over its estimated life of three years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold	- 10% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 33% on cost and 25% on reducing balance
Motor vehicles	- 25% on cost and 20% on cost

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 items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Work in progress represents unbilled income.

Financial instruments

Basic financial instruments are recognised at amortised cost with changes recognised in the profit and loss.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

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.

Hire purchase and finance lease commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and depreciated over their estimated useful lives.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Government grants

Revenue based grants have been credited to the profit and loss account in the period to which they relate. Capital based grants are accounted for using the accruals model and have been transferred to a deferred credit and released to the profit and loss account over the useful life of the asset, as disclosed above.

Factored debts

The factoring facility represents amounts received in respect of financed debts. There is full recourse to the company for losses on debts, and so the financed debts continue to be recognised on the balance sheet. Interest and other charges relating to the factoring account are recognised in the profit and loss account over the relevant period.

Operating leases

Rentals payable under operating leases are charged to the profit and loss account in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 51 (2016 - 44) .

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

4. INTANGIBLE FIXED ASSETS

	Website £	Computer software £	Totals £
COST			
At 1 July 2016	26,463	2,388	28,851
Additions	-	21,350	21,350
At 30 June 2017	<u>26,463</u>	<u>23,738</u>	<u>50,201</u>
AMORTISATION			
At 1 July 2016	26,463	929	27,392
Amortisation for year	-	6,727	6,727
At 30 June 2017	<u>26,463</u>	<u>7,656</u>	<u>34,119</u>
NET BOOK VALUE			
At 30 June 2017	<u>-</u>	<u>16,082</u>	<u>16,082</u>
At 30 June 2016	<u>-</u>	<u>1,459</u>	<u>1,459</u>

5. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 July 2016	44,717	19,442	75,948	137,297	277,404
Additions	213,389	-	58,846	41,101	313,336
Disposals	-	-	-	(26,580)	(26,580)
At 30 June 2017	<u>258,106</u>	<u>19,442</u>	<u>134,794</u>	<u>151,818</u>	<u>564,160</u>
DEPRECIATION					
At 1 July 2016	15,896	17,646	61,786	110,469	205,797
Charge for year	23,853	448	23,040	12,688	60,029
Eliminated on disposal	-	-	-	(26,580)	(26,580)
At 30 June 2017	<u>39,749</u>	<u>18,094</u>	<u>84,826</u>	<u>96,577</u>	<u>239,246</u>
NET BOOK VALUE					
At 30 June 2017	<u>218,357</u>	<u>1,348</u>	<u>49,968</u>	<u>55,241</u>	<u>324,914</u>
At 30 June 2016	<u>28,821</u>	<u>1,796</u>	<u>14,162</u>	<u>26,828</u>	<u>71,607</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

5. **TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts and finance leases are as follows:

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 July 2016	-	11,396	124,007	135,403
Additions	202,561	7,855	41,101	251,517
Transfer to ownership	-	-	(96,722)	(96,722)
At 30 June 2017	<u>202,561</u>	<u>19,251</u>	<u>68,386</u>	<u>290,198</u>
DEPRECIATION				
At 1 July 2016	-	5,186	97,179	102,365
Charge for year	18,568	6,199	12,688	37,455
Transfer to ownership	-	-	(96,722)	(96,722)
At 30 June 2017	<u>18,568</u>	<u>11,385</u>	<u>13,145</u>	<u>43,098</u>
NET BOOK VALUE				
At 30 June 2017	<u>183,993</u>	<u>7,866</u>	<u>55,241</u>	<u>247,100</u>
At 30 June 2016	<u>-</u>	<u>6,210</u>	<u>26,828</u>	<u>33,038</u>

6. **STOCKS**

	2017 £	2016 £
Stocks	227,053	81,043
Work-in-progress	<u>84,816</u>	<u>44,042</u>
	<u>311,869</u>	<u>125,085</u>

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

	2017 £	2016 £
Trade debtors	585,188	1,080,168
Other debtors	26,165	42,551
Corporation tax	258,760	283,585
Prepayments and accrued income	<u>13,305</u>	<u>17,437</u>
	<u>883,418</u>	<u>1,423,741</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Hire purchase contracts and finance leases (see note 10)	60,403	20,338
Factoring account	21,084	623,243
Trade creditors	223,069	359,062
Social security and other taxes	70,792	98,910
Other creditors	10,485	8,803
Other loans	67,335	44,242
Directors' current accounts	13,066	12,165
Accrued expenses	93,228	145,167
	<u>559,462</u>	<u>1,311,930</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Other loans	242,740	51,605
Hire purchase contracts and finance leases (see note 10)	191,822	25,067
	<u>434,562</u>	<u>76,672</u>

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts		Finance leases	
	2017 £	2016 £	2017 £	2016 £
Net obligations repayable:				
Within one year	17,948	20,338	42,455	-
Between one and five years	<u>47,741</u>	<u>25,067</u>	<u>144,081</u>	<u>-</u>
	<u>65,689</u>	<u>45,405</u>	<u>186,536</u>	<u>-</u>
			Non-cancellable operating leases	
			2017 £	2016 £
Within one year			75,661	76,866
Between one and five years			<u>209,238</u>	<u>65,048</u>
			<u>284,899</u>	<u>141,914</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

11. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Hire purchase contracts and finance leases	252,225	45,405
Factoring account	21,084	623,243
Other loans	310,075	95,847
	<u>583,384</u>	<u>764,495</u>

Hire purchase contracts and finance leases are secured on the assets to which they relate.

The factoring account is secured by way of a fixed and floating charge over the undertaking and all property and assets present and future.

A proportion of the other loans are secured by way of a fixed and floating charge over the undertaking and all property and assets present and future.

12. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	<u>22,134</u>	<u>8,594</u>
		Deferred tax
		£
Balance at 1 July 2016		8,594
Transferred from profit and loss account		13,540
Balance at 30 June 2017		<u>22,134</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

14. CAPITAL COMMITMENTS

	2017	2016
	£	£
Contracted but not provided for in the financial statements	<u>-</u>	<u>14,436</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

15. **RELATED PARTY DISCLOSURES**

There were no related party transactions other than those concluded under normal market conditions, except for those shown below.

	2017	2016
	£	£
Amounts due to directors	<u>13,066</u>	<u>12,165</u>
No interest has been charged.		

Fixed assets on hire purchase are secured by a director's personal guarantee.

16. **FIRST YEAR ADOPTION**

The company has adopted FRS 102 Section 1A for the year ended 30 June 2017.

The company has previously recognised software as a tangible asset. Under FRS 102 software is required to be recognised as an intangible asset.

No other adjustments were required.

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.