

Abbotts (S.W.) Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 December 2016
Registration number: 04678740

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Abbotts (S.W.) Limited

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Abbotts (S.W.) Limited

Company Information

Directors C A Abbott
S P Abbott
R J Abbott
M D Abbott

Company secretary C A Abbott

Registered office Lowin House
Tregolls Road
TRURO
Cornwall
TR1 2NA

Accountants Francis Clark LLP
Lowin House
Tregolls Road
Truro
Cornwall
TR1 2NA

Abbotts (S.W.) Limited

Balance Sheet

31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Goodwill		278,958	295,208
Intangible assets not including goodwill	4	1,559	2,573
Tangible assets	5	398,354	363,121
Other financial assets		1,000	1,000
		<u>679,871</u>	<u>661,902</u>
Current assets			
Stocks		317,399	279,701
Debtors	6	467,082	337,598
Cash at bank and in hand		49,066	-
		<u>833,547</u>	<u>617,299</u>
Creditors: Amounts falling due within one year	7	<u>(735,031)</u>	<u>(832,379)</u>
Net current assets/(liabilities)		<u>98,516</u>	<u>(215,080)</u>
Total assets less current liabilities		<u>778,387</u>	<u>446,822</u>
Creditors: Amounts falling due after more than one year	7	(341,608)	(44,487)
Provisions for liabilities		<u>(74,947)</u>	<u>(72,161)</u>
Net assets		<u>361,832</u>	<u>330,174</u>
Capital and reserves			
Called up share capital		200	200
Revaluation reserve		126,391	146,959
Profit and loss account		235,241	183,015
Total equity		<u>361,832</u>	<u>330,174</u>

Abbotts (S.W.) Limited

Balance Sheet

31 December 2016

For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

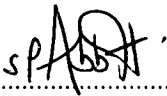
Directors' responsibilities:

- 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 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.

These financial statements have been prepared and delivered 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 Board on 23/8/17 and signed on its behalf by:


.....

S P Abbott
Director

Company Registration Number: 04678740

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Lowin House
Tregolls Road
TRURO
Cornwall
TR1 2NA

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.

Change in basis of accounting

The company's financial statements have been prepared in accordance with FRS102 - the Financial Reporting Standard applicable in the UK and Republic of Ireland. The company has transferred from previously extant UK GAAP to FRS102 as at 1 January 2014. There is no material impact on the reported financial position and financial performance.

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:

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

Asset class	Depreciation method and rate
Leasehold land and buildings	Straight line over the remaining life of the lease
Motor vehicles	25% Reducing balance
Hire department equipment	10% Straight line
Computer equipment	20% Straight line
Fixtures, fittings and equipment	15% Reducing balance

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Website development and software	20% Straight line
Goodwill	5% Straight line

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 stocks 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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

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.

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 27 (2015 - 27).

4 Intangible assets

	Goodwill £	Website and software £	Total £
Cost or valuation			
At 1 January 2016	<u>325,000</u>	<u>5,072</u>	<u>330,072</u>
At 31 December 2016	<u>325,000</u>	<u>5,072</u>	<u>330,072</u>
Amortisation			
At 1 January 2016	29,792	2,499	32,291
Amortisation charge	<u>16,250</u>	<u>1,014</u>	<u>17,264</u>
At 31 December 2016	<u>46,042</u>	<u>3,513</u>	<u>49,555</u>
Carrying amount			
At 31 December 2016	<u>278,958</u>	<u>1,559</u>	<u>280,517</u>
At 31 December 2015	<u>295,208</u>	<u>2,573</u>	<u>297,781</u>

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

5 Tangible assets

	Land and buildings £	Fixtures, fittings and computer equipment £	Motor vehicles £	Hire department equipment £	Total £
Cost or valuation					
At 1 January 2016	3,198	90,570	97,746	273,728	465,242
Additions	-	36,467	15,700	45,324	97,491
At 31 December 2016	3,198	127,037	113,446	319,052	562,733
Depreciation					
At 1 January 2016	-	22,805	39,711	39,605	102,121
Charge for the year	320	16,130	18,435	27,373	62,258
At 31 December 2016	320	38,935	58,146	66,978	164,379
Carrying amount					
At 31 December 2016	2,878	88,102	55,300	252,074	398,354
At 31 December 2015	3,198	67,765	58,035	234,123	363,121

Included within the net book value of land and buildings above is £2,878 (2015 - £3,198) in respect of short leasehold land and buildings.

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

6 Debtors

	2016 £	2015 £
Trade debtors	284,438	210,838
Other debtors	171,461	111,837
Prepayments	11,183	14,923
	<u>467,082</u>	<u>337,598</u>

7 Creditors

	Note	2016 £	2015 £
Due within one year			
Loans and borrowings	8	352,499	401,977
Trade creditors		299,564	313,109
Social security and other taxes		40,645	39,520
Other creditors		-	39,139
Accrued expenses		17,610	8,503
Corporation tax		24,713	30,131
		<u>735,031</u>	<u>832,379</u>
Due after one year			
Loans and borrowings	8	<u>341,608</u>	<u>44,487</u>

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

8 Loans and borrowings

	2016	2015
	£	£
Current loans and borrowings		
Bank borrowings	278,779	178,230
Bank overdrafts	45,139	195,587
Finance lease liabilities	28,581	28,160
	<u>352,499</u>	<u>401,977</u>
	2016	2015
	£	£
Non-current loans and borrowings		
Bank borrowings	306,057	10,500
Finance lease liabilities	35,551	33,987
	<u>341,608</u>	<u>44,487</u>

The bank borrowings are secured by a fixed and floating charge over all assets of the company. Bank borrowings also includes amounts secured on the book debts of the company.

The finance lease liabilities are secured against the underlying assets.

Abbotts (S.W.) Limited

Notes to the Financial Statements

Year Ended 31 December 2016

9 Share capital

Allotted, called up and fully paid shares

	No.	2016 £	No.	2015 £
Ordinary shares of £1 each	100	100	100	100
Ordinary A Shares of £1 each	52	52	52	52
Ordinary B Shares of £1 each	48	48	48	48
	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>

10 Related party transactions

Advances to directors

	At 1 January 2016 £	Advances to director £	Repayments by director £	At 31 December 2016 £
2016				
S P Abbott and C A Abbott				
Interest free loan repayable on demand	-	4,075	-	4,075

Other transactions with directors

During the year the directors introduced funds totalling £343,407 (2015 £72,215) and withdrew funds totalling £386,621 (2015 £157,712). At the balance sheet date the amount due from the directors was £4,075 (2015 £41,397 due to the directors).