

**Primeco Limited**

**Abbreviated Annual Report  
Year Ended 30 November 2013**

**Company Registration Number 05104042**

TUESDAY



\*A34E0TUY\*

A23

25/03/2014

#78

COMPANIES HOUSE

# **Primeco Limited**

## **Abbreviated Accounts**

**Year Ended 30 November 2013**

### **Contents**

### **Page**

Abbreviated Balance Sheet

**1**

Notes to the Abbreviated Accounts

**2**

# Primeco Limited

## Abbreviated Balance Sheet

30 November 2013

	Note	2013 £	2012 £
<b>Fixed Assets</b>	2		
Tangible assets		<u>7,793,918</u>	<u>7,921,696</u>
<b>Current Assets</b>			
Debtors		5,939	2,325
Cash at bank and in hand		<u>130</u>	<u>262</u>
		6,069	2,587
<b>Creditors: Amounts falling due within one year</b>	3	<u>9,917,845</u>	<u>10,365,035</u>
<b>Net Current Liabilities</b>		<u>(9,911,776)</u>	<u>(10,362,448)</u>
<b>Total Assets Less Current Liabilities</b>		<u>(2,117,858)</u>	<u>(2,440,752)</u>
<b>Capital and Reserves</b>			
Called-up equity share capital	4	1	1
Profit and loss account		<u>(2,117,859)</u>	<u>(2,440,753)</u>
<b>Deficit</b>		<u>(2,117,858)</u>	<u>(2,440,752)</u>

For the year ended 30 November 2013 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 abbreviated accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime

These abbreviated accounts were approved by the directors and authorised for issue on 19/11/2014, and are signed on their behalf by



Mr D Nugent

Company Registration Number 05104042

The notes on pages 2 to 4 form part of these abbreviated accounts.

# **Primeco Limited**

## **Notes to the Abbreviated Accounts**

**Year Ended 30 November 2013**

### **1. Accounting Policies**

#### **(a) Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

##### **(i) Going concern**

At the balance sheet date the company has net current liabilities of £9,911,776 (2012 £10,362,448). This is partly due to the bank loan all being shown within creditors falling due within one year, as disclosed in note 3.

There is a material uncertainty that is significant to the financial statements over the next 12 months, relating to the company's ability to continue trading should the bank loan and overdraft facility be withdrawn.

Although the bank has given no indication that they intend to withdraw the bank loan and overdraft facility they have not formally committed their support for a further 12 months.

The company has tenancy agreements in place which are sufficient to service the bank loan interest and other incidental debts as they fall due. On this basis the directors believe that the bank support is likely to continue although there can be no certainty at this point.

Ultimately the directors' intention is to sell the freehold properties in order to repay the bank loan and overdraft facility.

On the basis that the directors consider that they have sufficient resources to service the bank loan interest and other incidental debts as they fall due the directors consider that it is appropriate to prepare the financial statements on a going concern basis.

#### **(b) Turnover**

In respect of rental income, turnover represents the fair value of the service provided under contracts with the tenants to the extent that there is a right to the consideration. Where tenants pay rent in advance, the amount is recorded as deferred income.

#### **(c) Fixed assets**

All fixed assets are initially recorded at cost.

#### **(d) Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	- 0% straight line
Freehold Property	- 0% straight line
Fixtures & Fittings	- 25% reducing balance
Motor Vehicles	- 25% reducing balance

# Primeco Limited

## Notes to the Abbreviated Accounts

Year Ended 30 November 2013

### 1 Accounting Policies *(continued)*

#### (e) Investment properties

In accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), no provision has been made for depreciation. This application of the Financial Reporting Standard for Smaller Entities (effective April 2008) is a departure from the specific requirement of the Companies Act 2006 to depreciate all assets. In the directors' opinion, the property is held primarily for its investment potential and so its current value is of more significance than any measure of consumption. Therefore to depreciate the properties would not show a true and fair view.

If this departure from the Act had not been made the profit for the year would have been reduced by depreciation. However, the amount of depreciation cannot be reasonably quantified and the amount which might otherwise have been shown cannot be separately identified or quantified.

The directors have not fully complied with the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008) regarding investment properties, in that the investment properties have not been included in the financial statements at open market value.

#### (f) Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

#### (g) Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2. Fixed Assets

	<b>Tangible Assets £</b>
<b>Cost</b>	
At 1 December 2012	9,030,568
Additions	43,292
Disposals	(185,658)
<b>At 30 November 2013</b>	<b><u>8,888,202</u></b>
<b>Depreciation</b>	
At 1 December 2012	1,108,872
Charge for year	6,633
On disposals	(21,221)
<b>At 30 November 2013</b>	<b><u>1,094,284</u></b>
<b>Net Book Value</b>	
<b>At 30 November 2013</b>	<b><u>7,793,918</u></b>
At 30 November 2012	<u>7,921,696</u>

## Primeco Limited

### Notes to the Abbreviated Accounts

Year Ended 30 November 2013

#### 3. Creditors: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2013 £	2012 £
Bank loans and overdrafts	<u>9,054,089</u>	<u>9,500,684</u>

#### 4. Share Capital

Allotted, called up and fully paid.

	2013 No	£	2012 No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>