

Modular Granite Ltd

trading as South Coast Stone

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2016

Gary Finlayson FCCA
Chartered Certified Accountant
AIMS Accountants for Business
11 Winston Park
Branksome
Poole
Dorset
BH12 1QD

Modular Granite Ltd
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Company Information

Director	Mr A Croce
Registered office	3 Cowley Road Nuffield Industrial Estate Poole Dorset BH17 0UJ
Accountants	Gary Finlayson FCCA Chartered Certified Accountant AIMS Accountants for Business 11 Winston Park Branksome Poole Dorset BH12 1QD

**Chartered Certified Accountants' Report to the Director on the Preparation of the Unaudited
Statutory Accounts of
Modular Granite Ltd
trading as South Coast Stone
for the Year Ended 31 December 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Modular Granite Ltd for the year ended 31 December 2016 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/gb/en/discover/public-value/rulebook.html>.

This report is made solely to the Board of Directors of Modular Granite Ltd, as a body, in accordance with the terms of our engagement letter dated 13 July 2011. Our work has been undertaken solely to prepare for your approval the accounts of Modular Granite Ltd and state those matters that we have agreed to state to the Board of Directors of Modular Granite Ltd, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Modular Granite Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Modular Granite Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Modular Granite Ltd. You consider that Modular Granite Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Modular Granite Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Gary Finlayson FCCA
Chartered Certified Accountant
AIMS Accountants for Business
11 Winston Park
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Dorset
BH12 1QD

25 August 2017

Modular Granite Ltd
trading as South Coast Stone

(Registration number: 05220945)

Abridged Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	<u>4</u>	202,890	231,477
Current assets			
Stocks		126,725	34,350
Debtors		115,413	203,461
Cash at bank and in hand		20,417	47,169
		<u>262,555</u>	<u>284,980</u>
Creditors: Amounts falling due within one year		<u>(158,491)</u>	<u>(204,962)</u>
Net current assets		<u>104,064</u>	<u>80,018</u>
Total assets less current liabilities		306,954	311,495
Creditors: Amounts falling due after more than one year		(66,806)	(85,664)
Provisions for liabilities		<u>(43,674)</u>	<u>(43,341)</u>
Net assets		<u><u>196,474</u></u>	<u><u>182,490</u></u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>196,472</u>	<u>182,488</u>
Total equity		<u><u>196,474</u></u>	<u><u>182,490</u></u>

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.

Director's 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 director acknowledges his 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.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the director on 25 August 2017

Mr A Croce

Director

The notes on pages 5 to 8 form an integral part of these abridged financial statements.

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Statement of Changes in Equity for the Year Ended 31 December 2016

	Share capital £	Profit and loss account £	Total £
At 1 January 2016	2	182,488	182,490
Profit for the year	-	13,984	13,984
Total comprehensive income	-	13,984	13,984
At 31 December 2016	2	196,472	196,474

	Share capital £	Profit and loss account £	Total £
At 1 January 2015	2	57,019	57,021
Profit for the year	-	125,469	125,469
Total comprehensive income	-	125,469	125,469
At 31 December 2015	2	182,488	182,490

The notes on pages 5 to 8 form an integral part of these abridged financial statements.
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Notes to the Abridged Financial Statements for the Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in United Kingdom.

The address of its registered office is:

3 Cowley Road
Nuffield Industrial Estate
Poole
Dorset
BH17 0UJ

These financial statements were authorised for issue by the director on 25 August 2017.

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 abridged financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These abridged 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.

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
Plant and machinery	20% reducing balance basis
Fixtures and fittings	20% reducing balance basis
Motor vehicles	20% reducing balance basis
Office equipment	20% reducing balance basis

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.

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2016

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.

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.

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2016

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.

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 the director) during the year, was 14 (2015 - 12).

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2016

4 Tangible assets

	Total £
Cost or valuation	
At 1 January 2016	509,097
Additions	<u>20,968</u>
At 31 December 2016	<u>530,065</u>
Depreciation	
At 1 January 2016	277,620
Charge for the year	<u>49,555</u>
At 31 December 2016	<u>327,175</u>
Carrying amount	
At 31 December 2016	<u><u>202,890</u></u>
At 31 December 2015	<u><u>231,477</u></u>

Included within the net book value of land and buildings above is £4,666 (2015 - £4,666) in respect of short leasehold land and buildings.

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.