

**REGISTERED NUMBER: 05577787**

**Unaudited Financial Statements**  
**for the Year Ended 31 December 2017**  
**for**  
**Construction Linx Limited**

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for the year ended 31 December 2017**

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**Construction Linx Limited**  
**Company Information**  
**for the year ended 31 December 2017**

**DIRECTORS:**

G Williams  
Mrs R Williams

**REGISTERED OFFICE:**

Unit 8  
Crewe Hall Enterprise Park  
Crewe  
Cheshire  
CW1 6UA

**REGISTERED NUMBER:**

05577787

**ACCOUNTANTS:**

Banks Sheridan  
Datum House  
Electra Way  
Crewe  
Cheshire  
CW1 6ZF

**Statement of Financial Position  
31 December 2017**

|  | Notes | 2017<br>£        | 2016<br>£        |
|--|-------|------------------|------------------|
| <b>FIXED ASSETS</b>                          |       |                  |                  |
| Intangible assets                            | 5     | -                | -                |
| Tangible assets                              | 6     | <u>98,364</u>    | <u>57,365</u>    |
|  |       | <u>98,364</u>    | <u>57,365</u>    |
| <b>CURRENT ASSETS</b>                        |       |                  |                  |
| Stocks                                       | 7     | 8,750            | 8,750            |
| Debtors                                      | 8     | 375,971          | 335,019          |
| Cash at bank and in hand                     |       | <u>70</u>        | <u>75,012</u>    |
|  |       | <u>384,791</u>   | <u>418,781</u>   |
| <b>CREDITORS</b>                             |       |                  |                  |
| Amounts falling due within one year          | 9     | <u>(519,561)</u> | <u>(412,817)</u> |
| <b>NET CURRENT (LIABILITIES)/ASSETS</b>      |       | <u>(134,770)</u> | <u>5,964</u>     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | (36,406)         | 63,329           |
| <b>CREDITORS</b>                             |       |                  |                  |
| Amounts falling due after more than one year | 10    | (59,427)         | (42,302)         |
| <b>PROVISIONS FOR LIABILITIES</b>            |       | -                | (5,298)          |
| <b>NET (LIABILITIES)/ASSETS</b>              |       | <u>(95,833)</u>  | <u>15,729</u>    |
| <b>CAPITAL AND RESERVES</b>                  |       |                  |                  |
| Called up share capital                      |       | 1                | 1                |
| Retained earnings                            |       | <u>(95,834)</u>  | <u>15,728</u>    |
| <b>SHAREHOLDERS' FUNDS</b>                   |       | <u>(95,833)</u>  | <u>15,729</u>    |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 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.

**Statement of Financial Position - continued**  
**31 December 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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors on 28 September 2018 and were signed on its behalf by:

G Williams - Director

**Notes to the Financial Statements  
for the year ended 31 December 2017**

**1. STATUTORY INFORMATION**

Construction Linx Limited ('The Company') is primarily engaged in general construction and property maintenance.

The company is a private company limited by shares and is incorporated in England and Wales. The address of the principal place of business and of the registered office is Unit 8 Crewe Hall Enterprise Park, Weston Road, Crewe, Cheshire, CW1 6UA. The registered number can be found on the Company Information page.

The functional and presentational currency of the financial statements is the Pound Sterling (£). Monetary amounts in these financial statements are rounded to the nearest £.

**2. STATEMENT OF COMPLIANCE**

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.

**3. ACCOUNTING POLICIES**

**Summary of significant accounting policies**

The principle accounting policies applied in the preparation of these financial statements are set out below.

These policies have been consistently applied to all years presented, unless otherwise stated.

**Basis of preparation**

The financial statements are prepared on the going concern basis under the historical cost convention and comply with the United Kingdom Accounting Standards and Companies Act 2006.

**Going concern**

The company has experienced growth in activities during the year, turnover increasing by 12% on the prior period. During the year, however, certain contracts failed to achieve the margins which were planned, this being coupled by an increase in administrative expenses. The company continues to experience growth and the directors have taken action in the following year to reduce overheads and ensure sales contracts achieve the returns planned.

Due to the reasons stated above, there exists an insolvent financial position at the year end however the directors continue to provide financial support and are positive that the changes implemented will return the company to a solvent position in the short term.

No other material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors.

On this basis the directors consider it appropriate to prepare the financial statements on the going concern basis.

**Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

Income is recognised when goods and services have been delivered to customers such that risks and rewards of ownership have transferred to them.

**Intangible assets**

The amount paid in connection with the acquisition of trademarks in 2011 have been fully amortised over the estimated useful life of three years.

Notes to the Financial Statements - continued  
for the year ended 31 December 2017

3. ACCOUNTING POLICIES - continued

**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.

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 25% on cost             |
| Fixtures and fittings | - 25% on cost             |
| Motor vehicles        | - 25% on reducing balance |
| Computer equipment    | - 25% on cost             |

**Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell (net realisable value).

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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 leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**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.

**Impairment of assets**

Assets not measured at fair value are reviewed for any indications that the asset maybe impaired at each statement of financial position date. If such indications exists the recoverable amount of the asset or the assets cash generating unit is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Any losses arising from impairment are recognised in the Statement of Comprehensive Income under the appropriate heading.

Notes to the Financial Statements - continued  
for the year ended 31 December 2017

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 21 (2016 - 18 ) .

5. **INTANGIBLE FIXED ASSETS**

Trademarks  
£

**COST**

At 1 January 2017  
and 31 December 2017

1,011

**AMORTISATION**

At 1 January 2017  
and 31 December 2017

1,011

**NET BOOK VALUE**

At 31 December 2017

-

At 31 December 2016

-

6. **TANGIBLE FIXED ASSETS**

|                       | Plant and<br>machinery<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£    |
|-----------------------|-----------------------------|----------------------------------|------------------------|----------------------------|----------------|
| <b>COST</b>           |                             |                                  |                        |                            |                |
| At 1 January 2017     | 17,629                      | 14,654                           | 52,881                 | 12,468                     | 97,632         |
| Additions             | -                           | 409                              | 57,744                 | 900                        | 59,053         |
| At 31 December 2017   | <u>17,629</u>               | <u>15,063</u>                    | <u>110,625</u>         | <u>13,368</u>              | <u>156,685</u> |
| <b>DEPRECIATION</b>   |                             |                                  |                        |                            |                |
| At 1 January 2017     | 11,007                      | 11,536                           | 12,054                 | 5,670                      | 40,267         |
| Charge for year       | 2,504                       | 1,209                            | 11,617                 | 2,724                      | 18,054         |
| At 31 December 2017   | <u>13,511</u>               | <u>12,745</u>                    | <u>23,671</u>          | <u>8,394</u>               | <u>58,321</u>  |
| <b>NET BOOK VALUE</b> |                             |                                  |                        |                            |                |
| At 31 December 2017   | <u>4,118</u>                | <u>2,318</u>                     | <u>86,954</u>          | <u>4,974</u>               | <u>98,364</u>  |
| At 31 December 2016   | <u>6,622</u>                | <u>3,118</u>                     | <u>40,827</u>          | <u>6,798</u>               | <u>57,365</u>  |



Notes to the Financial Statements - continued  
for the year ended 31 December 2017

6. **TANGIBLE FIXED ASSETS - continued**

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

|                       | Motor<br>vehicles<br>£ |
|-----------------------|------------------------|
| <b>COST</b>           |                        |
| At 1 January 2017     | 39,306                 |
| Additions             | 57,744                 |
| At 31 December 2017   | <u>97,050</u>          |
| <b>DEPRECIATION</b>   |                        |
| At 1 January 2017     | 1,950                  |
| Charge for year       | 10,749                 |
| At 31 December 2017   | <u>12,699</u>          |
| <b>NET BOOK VALUE</b> |                        |
| At 31 December 2017   | <u>84,351</u>          |
| At 31 December 2016   | <u>37,356</u>          |

7. **STOCKS**

|                | 2017<br>£    | 2016<br>£    |
|----------------|--------------|--------------|
| Finished goods | <u>8,750</u> | <u>8,750</u> |

8. **DEBTORS**

|   | 2017<br>£      | 2016<br>£      |
|---|----------------|----------------|
| Amounts falling due within one year:          |                |                |
| Trade debtors                                 | 212,293        | 222,786        |
| Other debtors                                 | -              | 1,758          |
| Directors' current account                    | 58,716         | 20,651         |
| Tax   | 8,797          | -              |
| Deferred tax                                  | 5,433          | -              |
| Prepayments                                   | <u>10,732</u>  | <u>9,824</u>   |
|   | <u>295,971</u> | <u>255,019</u> |
| Amounts falling due after more than one year: |                |                |
| Amounts owed by group undertakings            | <u>80,000</u>  | <u>80,000</u>  |
| Aggregate amounts                             | <u>375,971</u> | <u>335,019</u> |

Amounts owed by group undertakings are unsecured, interest free and are subject to an annual review on 1 January 2018.

Notes to the Financial Statements - continued  
for the year ended 31 December 2017

9. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|   | 2017           | 2016           |
|---|----------------|----------------|
|   | £              | £              |
| Bank loans and overdrafts (see note 11) | 45,492         | 36,557         |
| Finance leases (see note 12)            | 24,592         | 9,214          |
| Trade creditors                         | 238,631        | 208,478        |
| Tax                                     | -              | 8,780          |
| Social security and other taxes         | 82,526         | 50,453         |
| VAT                                     | 25,977         | 41,232         |
| Other creditors                         | 10,388         | 2,532          |
| Invoice financing                       | 63,509         | -              |
| Deferred income                         | 20,811         | 47,709         |
| Accrued expenses                        | 7,635          | 7,862          |
|   | <u>519,561</u> | <u>412,817</u> |

10. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                              | 2017          | 2016          |
|------------------------------|---------------|---------------|
|                              | £             | £             |
| Bank loans (see note 11)     | 1,566         | 15,724        |
| Finance leases (see note 12) | 57,861        | 26,578        |
|                              | <u>59,427</u> | <u>42,302</u> |

11. **LOANS**

An analysis of the maturity of loans is given below:

|   | 2017          | 2016          |
|---|---------------|---------------|
|   | £             | £             |
| Amounts falling due within one year or on demand: |               |               |
| Bank overdrafts                                   | 21,890        | 15,043        |
| Bank loans  | 23,602        | 21,514        |
|   | <u>45,492</u> | <u>36,557</u> |
| Amounts falling due between one and two years:    |               |               |
| Bank loans - 1-2 years                            | <u>1,566</u>  | <u>15,724</u> |

12. **LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

|                            | Finance leases |               |
|----------------------------|----------------|---------------|
|                            | 2017           | 2016          |
|                            | £              | £             |
| Net obligations repayable: |                |               |
| Within one year            | 24,592         | 9,214         |
| Between one and five years | 57,861         | 26,578        |
|                            | <u>82,453</u>  | <u>35,792</u> |

Notes to the Financial Statements - continued  
for the year ended 31 December 2017

12. LEASING AGREEMENTS - continued

|                            | Non-cancellable operating leases |          |
|----------------------------|----------------------------------|----------|
|                            | 2017                             | 2016     |
|                            | £                                | £        |
| Within one year            | 9,850                            | -        |
| Between one and five years | 39,400                           | -        |
|                            | <u>49,250</u>                    | <u>-</u> |

13. SECURED DEBTS

The following secured debts are included within creditors:

|                   | 2017           | 2016          |
|-------------------|----------------|---------------|
|                   | £              | £             |
| Bank overdrafts   | 21,890         | 15,043        |
| Bank loans        | 25,168         | 37,238        |
| Finance leases    | 82,453         | 35,792        |
| Invoice financing | 63,509         | -             |
|                   | <u>193,020</u> | <u>88,073</u> |

The loans and bank overdraft have been personally guaranteed by Mr G Williams.

Invoice financing liabilities are secured over trade debts of the company and the finance leases are secured over the asset to which it relates.

14. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 December 2017 and 31 December 2016:

|                                      | 2017          | 2016          |
|--------------------------------------|---------------|---------------|
|                                      | £             | £             |
| <b>G Williams and Mrs R Williams</b> |               |               |
| Balance outstanding at start of year | 20,651        | -             |
| Amounts advanced                     | 68,273        | 37,487        |
| Amounts repaid                       | (30,208)      | (16,836)      |
| Amounts written off                  | -             | -             |
| Amounts waived                       | -             | -             |
| Balance outstanding at end of year   | <u>58,716</u> | <u>20,651</u> |

During the year the directors' loan balance was in a debit position and interest totalling £1,307 has been charged to the directors at the official rate applicable to beneficial loans.

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.