

Registered number
07216843

A & R CONTRACTING LTD

Report and Accounts

31 May 2017

A & R CONTRACTING LTD**Registered number:** 07216843**Balance Sheet****as at 31 May 2017**

	Notes	2017	2016
		£	£
Fixed assets			
Tangible assets	3	188,149	193,437
Current assets			
Debtors	4	118,526	131,422
Cash at bank and in hand		185,369	160,322
		<u>303,895</u>	<u>291,744</u>
Creditors: amounts falling due within one year	5	(77,953)	(81,206)
Net current assets		<u>225,942</u>	<u>210,538</u>
Total assets less current liabilities		<u>414,091</u>	<u>403,975</u>
Creditors: amounts falling due after more than one year	6	(94,435)	(99,019)
Provisions for liabilities		(3,905)	(5,151)
Net assets		<u>315,751</u>	<u>299,805</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		315,651	299,705
Shareholders' funds		<u>315,751</u>	<u>299,805</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

R P Stone

Director

Approved by the board on 3 November 2017

A & R CONTRACTING LTD
Notes to the Accounts
for the year ended 31 May 2017

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102 Section 1A, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Plant and equipment	25% reducing balance
Motor vehicles	25% reducing balance
Computers	25% on cost
Investment property	Nil

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or

substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2017 Number	2016 Number
Average monthly number of employees, including director(s), during the year	<u>14</u>	<u>15</u>

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 June 2016	167,682	11,629	43,190	222,501
Additions	<u>941</u>	<u>-</u>	<u>-</u>	<u>941</u>
At 31 May 2017	<u>168,623</u>	<u>11,629</u>	<u>43,190</u>	<u>223,442</u>
Depreciation				
At 1 June 2016	-	7,330	21,734	29,064
Charge for the year	<u>-</u>	<u>864</u>	<u>5,365</u>	<u>6,229</u>
At 31 May 2017	<u>-</u>	<u>8,194</u>	<u>27,099</u>	<u>35,293</u>
Net book value				
At 31 May 2017	<u>168,623</u>	<u>3,435</u>	<u>16,091</u>	<u>188,149</u>
At 31 May 2016	<u>167,682</u>	<u>4,299</u>	<u>21,456</u>	<u>193,437</u>

4 Debtors	2017	2016
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	£	£
Trade debtors	67,472	77,366
Other debtors	51,054	54,056
	<u>118,526</u>	<u>131,422</u>

5 Creditors: amounts falling due within one year

	2017 £	2016 £
Bank loans and overdrafts	3,709	3,356
Trade creditors	5,931	34,369
Corporation tax	18,428	3,377
Other taxes and social security costs	16,640	21,870
Other creditors	33,245	18,234
	<u>77,953</u>	<u>81,206</u>

6 Creditors: amounts falling due after one year

	2017 £	2016 £
Bank loans	<u>94,435</u>	<u>99,019</u>

7 Loans

	2017 £	2016 £
Creditors include:		
Instalments falling due for payment after more than five years	<u>79,335</u>	<u>84,184</u>
Secured bank loans	<u>98,144</u>	<u>102,375</u>

The bank loan has been guaranteed under the personal names of the directors of the company.

8 Other financial commitments

	2017 £	2016 £
Total future minimum payments under non-cancellable operating leases	<u>10,538</u>	<u>20,266</u>

9 Related party transactions

Transactions with the directors during the year are as follows:

Dividends totalling £53,560 (2016 - £57,200) were paid in the year in respect of shares held by the company's directors.

10 Other information

A & R CONTRACTING LTD is a private company limited by shares and incorporated in England.

Its registered office is:

7A King Street

Frome

Somerset

BA11 1BH

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.