

# HJC Protective Coatings Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 June 2017

Stones Accountancy Limited  
Chartered Accountant  
5 North Court  
Armstrong Road  
Maidstone  
Kent  
ME15 6JZ

**HJC Protective Coatings Ltd**

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# **HJC Protective Coatings Ltd**

## **Company Information**

<b>Directors</b>	Mr Stephen Charles Sellers Mr Conrad John Sellers
<b>Registered office</b>	Unit 8 Linmore Court Threxton Road Industrial Estate Watton Norfolk IP25 6NG
<b>Accountants</b>	Stones Accountancy Limited Chartered Accountant 5 North Court Armstrong Road Maidstone Kent ME15 6JZ

**HJC Protective Coatings Ltd**  
**(Registration number: 07895007)**  
**Balance Sheet as at 30 June 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	65,828	56,838
<b>Current assets</b>			
Debtors	<u>5</u>	109,125	129,528
<b>Creditors: Amounts falling due within one year</b>	<u>6</u>	<u>(166,256)</u>	<u>(176,552)</u>
<b>Net current liabilities</b>		<u>(57,131)</u>	<u>(47,024)</u>
<b>Total assets less current liabilities</b>		8,697	9,814
<b>Creditors: Amounts falling due after more than one year</b>	<u>6</u>	(40,909)	(56,283)
<b>Provisions for liabilities</b>		<u>-</u>	<u>(3,740)</u>
<b>Net liabilities</b>		<u><u>(32,212)</u></u>	<u><u>(50,209)</u></u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>(32,312)</u>	<u>(50,309)</u>
<b>Total equity</b>		<u><u>(32,212)</u></u>	<u><u>(50,209)</u></u>

For the financial year ending 30 June 2017 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 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.

Approved and authorised by the Board on 28 March 2018 and signed on its behalf by:

.....  
Mr Stephen Charles Sellers  
Director

.....  
Mr Conrad John Sellers  
Director

The notes on pages 3 to 8 form an integral part of these financial statements.

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# **HJC Protective Coatings Ltd**

## **Notes to the Financial Statements for the Year Ended 30 June 2017**

### **1 General information**

The company is a private company limited by share capital, incorporated in Other.

The address of its registered office is:

Unit 8 Linmore Court  
Threxton Road Industrial Estate  
Watton  
Norfolk  
IP25 6NG

The principal place of business is:

Unit 8 Linmore Court  
Threxton Road Industrial Estate  
Watton  
Norfolk  
IP25 6NG

These financial statements were authorised for issue by the Board on 28 March 2018.

### **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.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.



## **HJC Protective Coatings Ltd**

### **Notes to the Financial Statements for the Year Ended 30 June 2017**

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Leasehold	5 year straight line
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Computer equipment	3 year straight line

#### **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.

#### **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.



# **HJC Protective Coatings Ltd**

## **Notes to the Financial Statements for the Year Ended 30 June 2017**

### **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.

### **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 directors) during the year, was 8 (2016 - 8).

# HJC Protective Coatings Ltd

## Notes to the Financial Statements for the Year Ended 30 June 2017

### 4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £
<b>Cost or valuation</b>				
At 1 July 2016	19,604	2,830	64,156	34,732
Additions	-	-	-	42,925
At 30 June 2017	19,604	2,830	64,156	77,657
<b>Depreciation</b>				
At 1 July 2016	9,765	1,943	37,288	15,488
Charge for the year	2,459	444	16,039	14,993
At 30 June 2017	12,224	2,387	53,327	30,481
<b>Carrying amount</b>				
At 30 June 2017	7,380	443	10,829	47,176
At 30 June 2016	9,839	887	26,868	19,244
				<b>Total £</b>
<b>Cost or valuation</b>				
At 1 July 2016				121,322
Additions				42,925
At 30 June 2017				164,247
<b>Depreciation</b>				
At 1 July 2016				64,484
Charge for the year				33,935
At 30 June 2017				98,419
<b>Carrying amount</b>				
At 30 June 2017				65,828
At 30 June 2016				56,838

Included within the net book value of land and buildings above is £7,379 (2016 - £9,839) in respect of short leasehold land and buildings.

# HJC Protective Coatings Ltd

## Notes to the Financial Statements for the Year Ended 30 June 2017

### 5 Debtors

	Note	2017 £	2016 £
Trade debtors		50,890	72,239
Amounts owed by group undertakings and undertakings in which the company has a participating interest	9	53,751	57,289
Other debtors		4,484	-
		<u>109,125</u>	<u>129,528</u>

### 6 Creditors

#### Creditors: amounts falling due within one year

	Note	2017 £	2016 £
<b>Due within one year</b>			
Bank loans and overdrafts	8	4,897	22,737
Trade creditors		57,321	17,376
Amounts owed to group undertakings and undertakings in which the company has a participating interest	9	71,392	72,892
Taxation and social security		10,405	26,418
Other creditors		22,241	37,129
		<u>166,256</u>	<u>176,552</u>

#### Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
<b>Due after one year</b>			
Loans and borrowings	8	40,909	56,283

### 7 Share capital

#### Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

# HJC Protective Coatings Ltd

## Notes to the Financial Statements for the Year Ended 30 June 2017

### 8 Loans and borrowings

	2017 £	2016 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	19,200	28,796
Other borrowings	21,709	27,487
	<u>40,909</u>	<u>56,283</u>

	2017 £	2016 £
<b>Current loans and borrowings</b>		
Bank overdrafts	4,897	22,737
	<u>4,897</u>	<u>22,737</u>

### 9 Related party transactions

#### Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	950	10,623
Contributions paid to money purchase schemes	900	2,700
	<u>1,850</u>	<u>13,323</u>

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.