

Croft Engineering (Bristol) Limited
Filleted Unaudited Financial Statements
31 July 2018

STONE & PARTNERS

Chartered Accountants
571 Fishponds Road
Fishponds
Bristol
BS16 3AF

WEDNESDAY



A10 *A7H9R4XV* #145
24/10/2018
COMPANIES HOUSE

Contents	Page
Officers and professional advisers	1
Chartered accountants report to the board of directors on the preparation of the unaudited statutory financial statements	2
Statement of financial position	3
Notes to the financial statements	5

Officers and Professional Advisers

The board of directors

R F Brookbank
K A F Brookbank

Company secretary

K A F Brookbank

Registered office

Unit 7A
Parnall Road Industrial Estate
Fishponds
Bristol
BS16 3JQ

Accountants

Stone & Partners
Chartered Accountants
571 Fishponds Road
Fishponds
Bristol
BS16 3AF

**Chartered Accountants Report to the Board of Directors on the Preparation of
the Unaudited Statutory Financial Statements of Croft Engineering (Bristol)
Limited**

Year ended 31 July 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Croft Engineering (Bristol) Limited for the year ended 31 July 2018, which comprise the statement of financial position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/membership/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Croft Engineering (Bristol) Limited, as a body, in accordance with the terms of our engagement letter dated 14 March 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Croft Engineering (Bristol) Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Croft Engineering (Bristol) Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Croft Engineering (Bristol) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Croft Engineering (Bristol) Limited. You consider that Croft Engineering (Bristol) Limited 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 financial statements of Croft Engineering (Bristol) Limited. 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 financial statements.



STONE & PARTNERS
Chartered Accountants

571 Fishponds Road
Fishponds
Bristol
BS16 3AF

Statement of Financial Position

31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	6	85,348	58,153
Current assets			
Stocks		11,563	9,695
Debtors	7	177,000	165,159
Cash at bank and in hand		92,516	70,943
		<u>281,079</u>	<u>245,797</u>
Creditors: amounts falling due within one year	8	<u>62,378</u>	<u>65,021</u>
Net current assets			<u>218,701</u>
Total assets less current liabilities			<u>304,049</u>
Provisions			
Taxation including deferred tax			16,216
			<u>11,049</u>
Net assets			<u>287,833</u>
Capital and reserves			
Called up share capital		2,000	2,000
Profit and loss account		285,833	225,880
Members funds		<u>287,833</u>	<u>227,880</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 31 July 2018 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 5 to 9 form part of these financial statements.

31 July 2018

These financial statements were approved by the board of directors and authorised for issue on 21/10/18, and are signed on behalf of the board by:



R F Brookbank
Director

Company registration number: 8417599

Notes to the Financial Statements

Year ended 31 July 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 7A, Parnall Road Industrial Estate, Fishponds, Bristol, BS16 3JQ.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

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

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 that are expected to apply to the reversal of the timing difference.

3. Accounting policies *(continued)***Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

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

Plant & Machinery	- 15% reducing balance
Motor Vehicles	- 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Year ended 31 July 2018

3. Accounting policies *(continued)***Provisions *(continued)***

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year, including the directors, amounted to 16 (2017: 15).

5. Dividends

	2018 £	2017 £
Dividends paid during the year (excluding those for which a liability existed at the end of the prior year)	<u>4,000</u>	<u>20,000</u>

Year ended 31 July 2018

6. Tangible assets

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 1 August 2017	96,152	10,615	106,767
Additions	44,863	–	44,863
Disposals	(3,200)	–	(3,200)
At 31 July 2018	137,815	10,615	148,430
Depreciation			
At 1 August 2017	45,960	2,654	48,614
Charge for the year	14,258	1,990	16,248
Disposals	(1,780)	–	(1,780)
At 31 July 2018	58,438	4,644	63,082
Carrying amount			
At 31 July 2018	79,377	5,971	85,348
At 31 July 2017	50,192	7,961	58,153

7. Debtors

	2018 £	2017 £
Trade debtors	102,000	125,159
Other debtors	75,000	40,000
	177,000	165,159

8. Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	19,530	19,590
Corporation tax	9,836	18,984
Social security and other taxes	10,030	8,339
Other creditors	22,982	18,108
	62,378	65,021

9. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £22,397 (2017: £19,730).

10. Directors' advances, credits and guarantees

Included in other creditors is the director's loan balance of £nil (2017:£nil)

Year ended 31 July 2018

11. Related party transactions

The company was under the control of the directors throughout the current year.

During the year and at the year end, there were the following transactions and balances with Croft Engineering Company Limited, a company in which the directors and shareholders are the parents of one of the directors and shareholders of this company.

All transactions were undertaken on an arms length basis in the normal course of business:

	2018	2017
Debtor balance	£75,000	£40,000
Rent payable	£6,000	£6,000