Company Number: NI046220

McGrath Contracts Ltd

Unaudited Abridged Financial Statements

for the year ended 31 May 2019

McGrath Contracts Ltd
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McGrath Contracts Ltd
DIRECTORS AND OTHER INFORMATION

Directors	Mr. Patrick J McGrath Mr. Darren McGrath Mrs. Margaret McGrath
Company Secretary	Mr. Darren McGrath
Company Number	NI046220
Accountants	McDonald O'Neill & Co Chartered Accountants 5 Union Buildings Union Place Dungannon Co Tyrone BT70 1DL Northern Ireland
Bankers	Ulster Bank 27 The Square Stewartstown Co Tyrone BT71 5HX Northern Ireland Ulster Bank 1-2 The Diamond Monaghan Co Monaghan Ireland

McGrath Contracts Ltd
CHARTERED ACCOUNTANTS' REPORT
to the Board of Directors on the unaudited Abridged financial statements of McGrath Contracts Ltd for the year ended 31 May 2019

In accordance with our engagement letter dated 1 January 2010 and in order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the abridged financial statements of the company for the year ended 31 May 2019 which comprise , the Abridged Balance Sheet and the related notes from the company's accounting records and information and explanations you have given to us.

This report is made solely to the Board of Directors of McGrath Contracts Ltd, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the abridged financial statements of McGrath Contracts Ltd and state those matters that we have agreed to state to the Board of Directors of McGrath Contracts Ltd, as a body, in this report in accordance with the guidance of Chartered Accountants Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than McGrath Contracts Ltd and its Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with guidance issued by Chartered Accountants Ireland and have complied with the ethical guidance laid down by Chartered Accountants Ireland relating to members undertaking the compilation of financial statements.

It is your duty to ensure that McGrath Contracts Ltd 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 McGrath Contracts Ltd. You consider that McGrath Contracts 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 abridged financial statements of McGrath Contracts 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 abridged financial statements.

McDonald O'Neill + Co

MCDONALD O'NEILL & CO
Chartered Accountants
5 Union Buildings
Union Place
Dungannon
Co Tyrone
BT70 1DL
Northern Ireland

12 February 2020

McGrath Contracts Ltd

Company Number: NI046220

ABRIDGED BALANCE SHEET

as at 31 May 2019

	Notes	2019 £	2018 £
Fixed Assets			
Tangible assets	3	116,759	104,893
Current Assets			
Stocks		7,500	7,000
Debtors		121,255	175,092
Cash and cash equivalents		94,127	103,087
		222,882	285,179
Creditors: Amounts falling due within one year		(55,359)	(92,510)
Net Current Assets		167,523	192,669
Total Assets less Current Liabilities		284,282	297,562
Creditors			
Amounts falling due after more than one year		(13,263)	(5,683)
Net Assets		271,019	291,879
Capital and Reserves			
Called up share capital		100	100
Profit and Loss Account		270,919	291,779
Shareholders' Funds		271,019	291,879

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A (Small Entities).

All of the members have consented to the preparation of abridged accounts in accordance with section 444(2A) of the Companies Act 2006.

The company has taken advantage of the exemption under section 444 not to file the Abridged Profit and Loss Account and Directors' Report.

For the financial year ended 31 May 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors confirm that 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 of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit and loss for the 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.

Approved by the Board and authorised for issue on 12 February 2020 and signed on its behalf by

Mr. Patrick J McGrath	Darren McGrath **Mr. Darren McGrath**
Director	**Director**

1. GENERAL INFORMATION

McGrath Contracts Ltd is a company limited by shares incorporated in Northern Ireland. 29 Annaghnaboe Road, Coalisland, Co. Tyrone, BT71 4QH, Northern Ireland is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Pound Sterling (£) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance
The financial statements of the company for the year ended 31 May 2019 have been prepared in accordance with the provisions of FRS 102 Section 1A (Small Entities) and the Companies Act 2006.

Basis of preparation
The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Cash flow statement
The company has availed of the exemption *in FRS 102 Section 1A from the requirement to prepare a* Cash Flow Statement because it is classified as a small company.

Turnover
Turnover comprises the invoice value of goods supplied by the company, exclusive of trade discounts and value added tax.

Tangible fixed assets and depreciation
Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Plant and machinery	-	15% reducing balance
Fixtures, fittings and equipment	-	12.5% reducing balance
Motor vehicles	-	20% reducing balance

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Leasing and hire purchases
Tangible fixed assets held under leasing and Hire Purchases arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Balance Sheet at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Profit and Loss Account.

Stocks
Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. *Full provision is made* for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

Trade and other debtors
Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the *effective interest method less impairment losses for bad and doubtful debts except where the effect of* discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Borrowing costs
Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

Trade and other creditors
Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Employee benefits
The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

Taxation and deferred taxation
Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Balance Sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Foreign currencies
Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Profit and Loss Account.

Share capital of the company

Ordinary share capital
The ordinary share capital of the company is presented as equity.

3. TANGIBLE FIXED ASSETS

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 June 2018	540,855	25,001	106,046	671,902
Additions	17,925	2,000	21,300	41,225
Disposals	(10,500)	-	(16,250)	(26,750)
At 31 May 2019	548,280	27,001	111,096	686,377
Depreciation				
At 1 June 2018	466,072	19,448	81,489	567,009
Charge for the year	11,230	944	8,945	21,119
On disposals	(3,390)	-	(15,120)	(18,510)
At 31 May 2019	473,912	20,392	75,314	569,618
Net book value				
At 31 May 2019	**74,368**	**6,609**	**35,782**	**116,759**
At 31 May 2018	74,783	5,553	24,557	104,893

4. CONTROLLING INTEREST

The company is under the day to day control of Mr Patrick J McGrath and Mr Darren McGrath.