

**STONE MARINE SERVICES LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

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FOR THE YEAR ENDED 31 DECEMBER 2022

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**STONE MARINE SERVICES LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2022**

**DIRECTORS:**

J C Langham  
A D Deves  
F C Johnson  
R T McIntyre  
C C Minty

**SECRETARY:**

A D Deves

**REGISTERED OFFICE:**

East Ness  
Preston Crescent  
Inverkeithing  
Fife  
KY11 1DS

**REGISTERED NUMBER:**

SC202418 (Scotland)

**SENIOR STATUTORY AUDITOR:**

Michael Argyle BSc ACA

**AUDITORS:**

Duncan & Toplis Limited, Statutory Auditor  
3 Castlegate  
Grantham  
Lincolnshire  
NG31 6SF

**STATEMENT OF FINANCIAL POSITION**  
**31 DECEMBER 2022**

	Notes	2022 £	£	2021 £	£
<b>FIXED ASSETS</b>					
Intangible assets	3		-		-
Property, plant and equipment	4		136,405		127,523
Investments	5		<u>80,831</u>		<u>455,831</u>
			217,236		583,354
<b>CURRENT ASSETS</b>					
Inventories	6	258,977		342,410	
Debtors	7	2,166,426		2,686,141	
Cash at bank		<u>1,657,251</u>		<u>957,179</u>	
		4,082,654		3,985,730	
<b>CREDITORS</b>					
Amounts falling due within one year	8	<u>2,175,917</u>		<u>2,181,427</u>	
<b>NET CURRENT ASSETS</b>			<u>1,906,737</u>		<u>1,804,303</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			2,123,973		2,387,657
<b>PROVISIONS FOR LIABILITIES</b>			<u>19,104</u>		<u>10,620</u>
<b>NET ASSETS</b>			<u>2,104,869</u>		<u>2,377,037</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		550,000		550,000
Retained earnings			<u>1,554,869</u>		<u>1,827,037</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>2,104,869</u>		<u>2,377,037</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 1 September 2023 and were signed on its behalf by:

J C Langham - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention.

**Preparation of consolidated financial statements**

The financial statements contain information about Stone Marine Services Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Langham Industries Limited.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

The company is a wholly owned subsidiary of Langham Industries Limited. Consolidated financial statements of Langham Industries Limited can be obtained from:

Companies House  
Crown Way  
Cardiff  
CF14 3UZ

**Revenue**

Revenue represents sales at invoice value less trade discounts allowed and excluding value added tax.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Property, plant and equipment**

Property, plant and equipment assets are held at cost less accumulated depreciation and impairment.

Depreciation is provided at the following annual rates in order to write off each asset over its useful economic life.

Leasehold improvements	- 6.67% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 33% on cost

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each financial reporting date, and any impairment loss is recognised in profit or loss.

**Investments in subsidiaries**

Fixed asset investments relate to shares in group undertakings and are shown at cost less impairment.

**Inventories**

Inventories are valued at the lower of cost and fair value less costs to complete and sell. Inventories are accounted for on a first-in-first-out basis.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022**

**1. ACCOUNTING POLICIES - continued**

**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.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the financial reporting date. Transactions in foreign currencies are converted to sterling at the exchange rates ruling at the date of transaction. Gains and losses arising in the normal course of trade are included in the income statement.

**Hire purchase and leasing commitments**

Assets acquired under finance leases and hire purchase contracts are capitalised, with finance charges being written off to the profit and loss account over the term of the agreement. Payments under operating leases are written off to the profit and loss account when incurred.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the income statement.

**Amounts recoverable on contracts**

Services provided to customers during the year, which at the financial reporting date have not been billed to customers, have been recognised as revenue. Revenue recognised in this manner is based on an assessment of the fair value of the services provided at the financial reporting date as a proportion of the total value of the contract. Provision is made against unbilled amounts on those engagements where the right to receive payment is contingent on factors outside the control of the company. Unbilled revenue is included in debtors.

**Financial instruments**

The company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

Basic financial assets, including trade and other debtors and cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the income statement.

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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 payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

**2. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 40 (2021 - 37) .

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

## 3. INTANGIBLE FIXED ASSETS

## COST

At 1 January 2022  
and 31 December 2022Goodwill  
£55,000

## AMORTISATION

At 1 January 2022  
and 31 December 202255,000

## NET BOOK VALUE

At 31 December 2022

-

At 31 December 2021

-

## 4. PROPERTY, PLANT AND EQUIPMENT

	Leasehold improvements £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>					
At 1 January 2022	24,289	235,160	121,821	67,582	448,852
Additions	-	24,896	32,314	-	57,210
Disposals	(3,137)	(56,231)	(3,657)	-	(63,025)
At 31 December 2022	<u>21,152</u>	<u>203,825</u>	<u>150,478</u>	<u>67,582</u>	<u>443,037</u>
<b>DEPRECIATION</b>					
At 1 January 2022	19,200	144,926	89,621	67,582	321,329
Charge for year	1,619	15,177	15,127	-	31,923
Eliminated on disposal	(1,568)	(41,395)	(3,657)	-	(46,620)
At 31 December 2022	<u>19,251</u>	<u>118,708</u>	<u>101,091</u>	<u>67,582</u>	<u>306,632</u>
<b>NET BOOK VALUE</b>					
At 31 December 2022	<u>1,901</u>	<u>85,117</u>	<u>49,387</u>	<u>-</u>	<u>136,405</u>
At 31 December 2021	<u>5,089</u>	<u>90,234</u>	<u>32,200</u>	<u>-</u>	<u>127,523</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

## 5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>COST</b>	
At 1 January 2022	705,831
Disposals	(625,000)
At 31 December 2022	<u>80,831</u>
<b>PROVISIONS</b>	
At 1 January 2022	250,000
Eliminated on disposal	(250,000)
At 31 December 2022	<u>-</u>
<b>NET BOOK VALUE</b>	
At 31 December 2022	<u>80,831</u>
At 31 December 2021	<u>455,831</u>

## 6. INVENTORIES

	2022 £	2021 £
Goods for resale	<u>258,977</u>	<u>342,410</u>

## 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	1,259,803	1,055,638
Amounts recoverable on contract	186,103	445,155
Other debtors	5,252	43,450
Amounts owed by group companies	593,958	981,103
Prepayments and accrued income	<u>121,310</u>	<u>160,795</u>
	<u>2,166,426</u>	<u>2,686,141</u>

## 8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Payments received on account	471,278	321,096
Trade creditors	638,493	322,384
Amounts owed to group undertakings	347,546	742,972
Corporation tax	223,149	141,760
Other taxes and social security	90,303	125,225
Accrued expenses	<u>405,148</u>	<u>527,990</u>
	<u>2,175,917</u>	<u>2,181,427</u>

## 9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2022 £	2021 £
550,000	Ordinary	£1	<u>550,000</u>	<u>550,000</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Michael Argyle BSc ACA (Senior Statutory Auditor)  
for and on behalf of Duncan & Toplis Limited, Statutory Auditor

**11. CONTINGENT LIABILITIES**

There are unlimited inter-company guarantees given by the company, thirteen fellow subsidiary companies and the parent company, in favour of Barclays plc. The total amount secured in respect of fellow group companies as at 31 December 2022, excluding this company, was £183,827 (2021 - £81,014).

**12. OTHER FINANCIAL COMMITMENTS**

The company had total guarantees and commitments as shown below.

Minimum lease payments under non-cancellable operating leases fall due as follows :

	2022	2021
	£	£
Within one year	111,395	111,395
Between two and five year	36,760	148,155
	<u>148,155</u>	<u>259,550</u>

**13. RELATED PARTY DISCLOSURES**

Stone Marine Services Limited has made sales to group companies and recharged expenses of £595,715 (2021 - £665,721) and made purchases of £129,839 (2021 - £10,947) from group companies. During the year, the company was charged £139,779 (2021 - £132,709) for management services by group companies. The company also paid dividends of £1,650,000 (2021 - £1,267,200) to group companies during the year.

At the year end £332,544 (2021 - £822,431) was due from and £263,349 (2021- £301,170) due to group companies, excluding the wholly owned subsidiaries.

The outstanding balances at the year end are unsecured and repayable on demand.

During the year, the company paid dividends of £nil (2021 - £52,800) to the directors and close family of the directors.

**14. ULTIMATE PARENT COMPANY**

The ultimate parent company is Langham Industries Limited which is registered in England and Wales. The ultimate parent company's registered office is Bingham's Melcombe, Dorchester, Dorset, DT2 7PZ.

The ultimate controlling party of Langham Industries Limited is the Langham family.

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.